# **GROWTH + PROSPERITY**

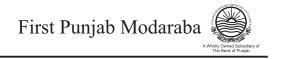


A Wholly Owned Subsidiary of The Bank of Punjab



# FIRST PUNJAB MODARABA

(An Islamic Financial Institution)



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Auditors of the Modaraba

# **Corporate Profile**

## **Board of Directors**

Punjab Modaraba Services (Pvt.) Ltd.

| Nadeem Amir              | Chairman        | EY Ford Rhodes                          |
|--------------------------|-----------------|---|
| Aamir Malik              | Chief Executive | Chartered Accountants                   |
| ljaz ur Rehman Qureshi   | Director        |   |
| Umer Iqbal Sheikh        | Director        | Auditors of the Management Company      |
| Imran Bashir             | Director        |   |
| Samina Afsar             | Director        | Shinewing Hameed Chaudhry & Co.         |
| Khawar Shahid Ansari     | Director        | Chartered Accountants                   |
| Chief Financial Officer  |                 | Bankers                                 |
| Syed Asad Raza           |                 | The Bank of Punjab                      |
| Company Secretary        |                 | Bank Alfalah Limited                    |
| Mudassar Kaiser Pal      |                 |   |
|                          |                 | Registrar                               |
| Audit Committee          |                 |   |
| Imran Bashir             | Chairman        | Hameed Majeed Associates (Pvt) Ltd.     |
| ljaz ur Rehman Qureshi   | Member          | H.M. House, 7-Bank Square,              |
| Samina Afsar             | Member          | The Mall,Lahore                         |
|                          |                 | Tel:(+92-42) 37235081-2                 |
| Human Resource Committee |                 |   |
|                          |                 | Registered Olce                         |
| Samina Afsar             | Chairman        |   |
| ljaz ur Rehman Qureshi   | Member          | Olce No. 100, 3rd Floor National Tower, |
| Umer Iqbal Sheikh        | Member          | Egerton Road, Lahore.                   |
| Aamir Malik              | Member          | Postal Code No. 54600                   |
|                          |                 | PABX: (+92-42) 36365191                 |
|                          |                 | Fax: (+92-42) 36365193                  |
|                          |                 | E-mail: info@punjabmodaraba.com.pk      |
|                          |                 |   |

URL: www.punjabmodaraba.com.pk

## **DIRECTORS' REPORT**

The Board of Directors of Punjab Modaraba Services (Pvt.) Limited, the Management Company of First Punjab Modaraba (the Modaraba), is pleased to present the quarterly results of the Modaraba, together with Directors' report, for quarter ended March 31, 2022.

Pakistan's economic performance continues to be strong and is still on a trajectory compatible with an economic growth target of around 5 percent in the current fiscal year. Its cyclical position has returned to a more neutral stance. If this trend continues in the next months, economic growth will be driven primarily by the expansion of manufacturing capacity. However, the intensity of internal and external risks has still not been exactly realized which may adversely affect domestic economic activities. Further, inflation and the current account deficit are still under pressure.

The recent geopolitical tensions, in particular the Ukraine crisis, is the most important external risk factor. Likewise, domestic political conditions are building domestic risks. A further escalation of these risks could hamper the positive outlook for Pakistan's economy and may also aggravate the macroeconomic imbalances.

The profitability trend of the Modaraba continued during period under review. The revenues increased by healthy amount as compared with corresponding period. However, owing to increasing trend of inter-bank rates financial cost increased by 37% in comparison to corresponding period. Increase in revenues was evident in shape of operating profit of Rs.3.99 million against loss of Rs.14.17 million in corresponding period. The bottom line also remained positive to the tune of Rs.3.27 million.

The Modaraba remains focused on business expansion by booking of fresh assets, whereas full fledge efforts for recovery from NPAs is equally prioritized aspect of the business strategy. The recent exorbitant increase in policy rate will, however, remain a constant threat to the profitability in coming periods. The diversification of business model and revenue streams, in shape of new business segment of real estate and construction is going on successfully. The results are expected to appear with time. The wholly owned subsidiary, i.e. Punjab Capital Securities (Pvt) Limited continued its profitable operations in shape of net profit after tax of Rs.1.62 million during the period under consideration.

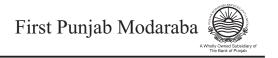
The Board is grateful for the continuous guidance and support extended by the Registrar Modaraba, Securities & Exchange Commission of Pakistan and hopes for its continuity in the future. The Board also appreciates the benefaction extended by the certificate holders.

For and on behalf of the Board of Directors

(Aamir Malik) CHIEF EXECUTIVE

Nunda

(Imran Bashir) DIRECTOR



پنجاب مضاربہ سروسز ( پرائیویٹ ) لمیٹڈ کے بورڈ آف ڈائر یکٹرز،فرسٹ پنجاب مضاربہ ( مضاربہ ) کی مینجنٹ کمپنی،ڈائر یکٹرز کی رپورٹ کے ساتھ،31 مارچ 2022 کوختم ہونے والی سہ ماہی کے لیے مضاربہ کے سہ ماہی نتائج پیش کرنے پرخوش ہے۔.

پاکستان کی اقتصادی کارکردگی بدستور مضبوط ہےاوررواں مالی سال میں اقتصادی ترقی کے مدف کے 5 فیصد کے ساتھ ہم آ ہنگ ہے۔اس کی گردشی پوزیشن زیادہ غیر جانبدارا نہ مقام پرواپس آگئی ہے۔اگر میر بحان الطح مہینوں میں بھی جاری رہتا ہے، تو معاشی نمو بنیادی طور پرمینونیکچرنگ کی صلاحیت میں توسیع کے ذریعے چلائی جائے گی۔تا تہم، اندرونی اور بیرونی خطرات کی شدت کا بھی تک صحیح ادراک نہیں کیا گیا ہے جو ملکی اقتصادی سرگرمیوں کو بری طرح متاثر کر سکتے ہیں۔مزید سیرکہ افراط زراور کرنٹ اکا ؤنٹ خسارہ اب بھی دیکھی دیا وہ میں ہے۔

حالیہ جغرافیائی سیاسی کشیدگی، خاص طور پر یوکرین کا بحران،سب سےاہم میرونی خطرے کاعنصر ہے۔اس طرح ملکی سیاسی حالات بھی ملکی خطرات پیدا کررہے ہیں۔ان خطرات میں مزیداضافہ پاکستان ک معیشت کے لیے مثبت نقطہ نظرکومتا ثر کرسکتا ہےاور میکروا کنا مک عدم توازن کوبھی بڑھا سکتا ہے۔

مضاربہ کے منافع کار بحان زیر جائزہ مدت کے دوران جاری رہا۔اس مدت کے مقالبے میں آمدنی میں صحت مندرقم کا اضافہ ہوا۔ تاہم ، بینک کی شرحوں کے بڑھتے ہوئے ربحان کی وجہ سے مالی لاگت میں اس مدت کے مقالبے میں 37 فیصدا ضافہ ہوا محصولات میں اضافہ اس مدت میں 14.17 ملین روپے کے نقصان کے مقالبے میں 3.99 ملین روپے کے آپریڈنگ منافع کی شکل میں داضح تھا۔ باٹم لائن بھی 3.27 ملین روپے کی مثبت رہی۔

مضار بہتازہ اٹا ٹول کی بلنگ کے ذریعے کاروبار میں توسیع پرتوجہ مرکوزر کھے ہوئے ہے، جبکہ NPLs سے وصولی کے لیے جمر پورکوششیں کاروباری حکمت عملی کا کیساں ترجیحی پہلو ہے۔تاہم، پالیسی کی شرح میں حالیہ غیر معمولی اضافہ آنے والے ادوار میں منافع کے لیےا کی مستقل خطرہ رہے گا۔ریحل اسٹیٹ اور تعیرات کے نئے کاروباری طبقے کی شکل میں کاروباری ماڈل اور آمدنی کے سلسلے میں تنوع کا میابی سے جاری ہے۔ نتائج وقت کے ساتھ ظاہر ہونے کی توقع ہے مکمل ملکیتی ذیلی کمپنی، یعنی پنجاب کیپٹل سیکیو رٹیز (پرائیویٹ) کمیٹٹر نے زینے ورمان 1.62 ملین روپ کے ٹیکس کے سلسلے میں تنوع کا میابی منافع کی شکل میں اپنا منافع بخش آپریشن جاری رکھا۔

بورڈ رجٹر ارمضاربہ سیکیو رٹیز اینڈ ایسچینی کمیشن آف پاکستان کی طرف سے سلسل رہنمائی اور تعاون کا مفکور ہے اور متعقبل میں بھی اس کے تسلسل کی امید کرتا ہے۔ بورڈ تلویکیٹ ہولڈرز کی طرف سے دی جانے والی امداد کی بھی تعریف کرتا ہے۔

بورڈ آف ڈائر یکٹرز کے لیےاوراس کی جانب سے

مر ملک عا مر ملک چف ایکزیکو



عمران بشير <sup>ڈائر کیٹر</sup>

## FIRST PUNJAB MODARABA UNCONSOLIDATED BALANCE SHEET (UN-AUDITED) AS AT 31 MARCH 2022

| A5 A1 31 MARCH 2022  |      | 04 Mar. 1, 0000 | 04 D 0004                         |
|--|------|-----------------|-----------------------------------|
|  | Note | 31 March 2022   | 31 Dec 2021                       |
| ASSETS   |      | (Un-Audited)    | (Audited)<br>Rupees               |
| A33E13   |      | Rupees          | Rupees                            |
| Non current assets   |      |                 |                                   |
| Tangible fixed assets  |      |                 |                                   |
| - Ijarah assets  | 5.1  | 384,299,637     | 402,480,335                       |
| - Assets in own use  | 5.2  | 3,622,582       | 3,415,009                         |
| Intangible assets  | _    |                 | -                                 |
| Investment in subsidiary   | 7    | 76,500,000      | 76,500,000                        |
| Long term musharikah investment - secured  | 8    | 319,707,559     | 289,701,023                       |
| Long term morabaha investment - secured  | 9    | -               | -                                 |
| Long term deposits   |      | 203,444         | 203,444                           |
| Deferred tax asset   |      | 64,398,663      | 64,398,663<br>836,698,474         |
| Current ecceto   |      | 848,731,885     | 030,090,474                       |
| Current assets<br>Short term morabaha investment - secured   | 10   | 224,714,990     | 211,196,651                       |
| Current maturity of long term investment   | 10   | 411,998,699     | 396,998,699                       |
| ljarah rental receivable   | 12   | 199,471,077     | 200,621,167                       |
| Short Term Investment  | 12   | 200,000,000     | 200,000,000                       |
| Development properties - Land  |      | 42,617,119      | 39,483,636                        |
| Advances, deposits, prepayments and other receivables  | 13   | 125,312,647     | 140,295,307                       |
| Tax refund due from government   |      | 4,230,833       | 4,201,717                         |
| Cash and bank balances   |      | 134,930,756     | 135,278,267                       |
|  |      | 1,343,276,121   | 1,328,075,444                     |
| TOTAL ASSETS   |      | 2,192,008,006   | 2,164,773,918                     |
| EQUITY AND LIABILITIES<br>Authorized certificate capital<br>50,000,000 (31 Dec 2021: 50,000,000) modaraba<br>certificates of Rs. 10 each |      | 500,000,000     | 500,000,000                       |
| Issued, subscribed and paid-up certificate capital   |      |                 |                                   |
| 34,020,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each   |      | 340,200,000     | 340,200,000                       |
| Capital reserves   |      | 220,303,614     | 220,303,614                       |
| Revenue reserves   |      | (401,879,779)   | (405,149,952)                     |
|  |      | 158,623,835     | 155,353,662                       |
| Non current liabilities  |      |                 |                                   |
| Long term security deposits  |      | 30,541,729      | 42,274,729                        |
| Deferred morabaha income   | 14   | -               | -                                 |
| Long term musharikah finance - secured   | 14   | 30,541,729      | <u>131,100,952</u><br>173,375,681 |
| Current liabilities  |      | 50,541,725      | 175,575,001                       |
| Current maturity of non current liabilities  |      | 97,893,161      | 84,225,155                        |
| Redeemable capital - participatory and unsecured   | 15   | 1,753,000,000   | 1,603,000,000                     |
| Profit payable   | 16   | 25,234,427      | 22,864,964                        |
| Trade and other payables   |      | 107,325,993     | 105,053,100                       |
| Provision for taxation   |      | 2,189,708       | 3,698,100                         |
| Unclaimed profit   |      | 17,199,153      | 17,203,256                        |
|  |      | 2,002,842,442   | 1,836,044,575                     |
| TOTAL EQUITY AND LIABILITIES   |      | 2,192,008,006   | 2,164,773,918                     |
| CONTINGENCIES AND COMMITMENTS  | 17   |                 |                                   |

The attached notes 1 to 29 form an integral part of these unconsolidated financial statements.

### For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)

Chief Financial Officer

Chief Executive

Director

# FIRST PUNJAB MODARABA UNCONSOLIDATED PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2022

|  | Note | 31 March 2022<br>Un-Audited     | 31 March 2021<br>Un-Audited |
|--|------|---------------------------------|-----------------------------|
|  |      | Rupees                          | Rupees                      |
| Income   |      |                                 |                             |
| Income from ijarah rentals                               |      | 16,855,037                      | 8,329,067                   |
| Income from morabaha financing                           |      | 1,002,214                       | 946,152                     |
| Income from diminishing musharaka financing              |      | 20,095,805                      | 13,949,385                  |
| Gain on disposal of fixed assets                         |      | -                               | 219,704                     |
| Other income   | 18   | 18,517,921                      | 2,345,251                   |
| Expenses   |      | 56,470,977                      | 25,789,559                  |
| Administrative expenses                                  | 19   | 12,569,325                      | 10,760,782                  |
| Finance cost   | 20   | <u>39,902,284</u><br>52,471,609 | 29,204,903                  |
|  |      | 52,471,009                      | 39,903,003                  |
| Operating loss before provision                          |      | 3,999,368                       | (14,176,126)                |
| Reversal for impairment of ijarah assets                 |      | -                               | 18,955,522                  |
| Reversal / (provision) against ijarah rentals - net      |      | (59,400)                        | -                           |
|  |      | (59,400)                        | 18,955,522                  |
| Operating profit / (loss) after provision and impairment |      | 3,939,968                       | 4,779,396                   |
| Modaraba Company's management fee                        |      |                                 |                             |
|  |      | 3,939,968                       | 4,779,396                   |
| Taxation   | 21   | (669,795)                       | (812,498)                   |
| Profit / (loss) for the Period                           |      | 3,270,173                       | 3,966,898                   |
| Earnings per certificate - basic and diluted             | 22   | 0.10                            | 0.12                        |

The attached notes 1 to 29 form an integral part of these unconsolidated financial statements.

For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)

M

**Chief Financial Officer** 

Chief Executive

Director

## FIRST PUNJAB MODARABA UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2022

|  | Note | 31 March 2022<br>(Un-Audited)<br>Rupees | 31 March 2021<br>(Un-Audited)<br>Rupees |
|--|------|---|---|
| Profit / (loss) for the period                     |      | 3,270,173                               | 3,966,898                               |
| Other Comprehensive Income for the period          |      | -                                       | -                                       |
| Total comprehensive income / (loss) for the period |      | 3,270,173                               | 3,966,898                               |

The attached notes 1 to 29 form an integral part of these unconsolidated financial statements.

For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)





**Chief Financial Officer** 

Chief Executive

Director

## FIRST PUNJAB MODARABA UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2022

|  | Certificate<br>capital | Capital Reserve<br>Statutory<br>reserve<br>Rup | Revenue Reserve<br>Accumulated<br>loss<br>ees | Total                       |
|--|------------------------|--|---|-----------------------------|
| Balance as at 01 Jan 2021  | 340,200,000            | 216,692,528                                    | (418,484,198)                                 | 138,408,330                 |
| Profit / (Loss) for the Period<br>Other comprehensive income for the Period<br>Total comprehensive loss for the Period   | -                      |  | 3,966,898<br>-<br>3,966,898                   | 3,966,898<br>-<br>3,966,898 |
| Balance as at 31 March 2021  | 340,200,000            | 216,692,528                                    | (414,517,300)                                 | 142,375,228                 |
| Balance as at 01 Jan 2022  | 340,200,000            | 220,303,614                                    | (405,149,952)                                 | 155,353,662                 |
| Profit / (Loss) for the Period<br>Other comprehensive income for the Period<br>Total comprehensive income for the Period | ·                      | · ·  | 3,270,173<br>-<br>3,270,173                   | 3,270,173<br>-<br>3,270,173 |
| Balance as at 31 March 2022  | 340,200,000            | 220,303,614                                    | (401,879,779)                                 | 158,623,835                 |

The attached notes 1 to 29 form an integral part of these unconsolidated financial statements.

For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)

M

Director

Chief Financial Officer

Chief Executive

# FIRST PUNJAB MODARABA UNCONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2022

|  | Note | 31 March 2022<br>(Un-Audited)<br>Rupees | 31 March 2021<br>(Un-Audited)<br>Rupees |
|--|------|---|---|
| Cash flow from operating activities                      |      |   |   |
| Cash generated from operations                           | 27   | 21,025,228                              | 69,389,749                              |
| Profit paid on redeemable capital                        |      | (27,868,882)                            | (17,452,055)                            |
| Profit paid on musharikah finances                       |      | (9,663,939)                             | (12,243,455)                            |
| Taxes paid   |      | (2,207,303)                             | (15,527)                                |
|  |      | (39,740,124)                            | (29,711,037)                            |
| Net cash generated from / (used in) operating activities |      | (18,714,896)                            | 39,678,712                              |
| Cash flow from investing activities                      |      |   |   |
| Proceeds from disposal of fixed assets                   |      | -   [                                   | -                                       |
| Short Term Investment                                    |      |   | -                                       |
| Purchase of fixed assets in own use                      | 5.2  | (527,560)                               | (150,265)                               |
| Net cash generated from investing activities             |      | (527,560)                               | (150,265)                               |
| Cash flow from financing activities                      |      |   |   |
| Musharikah finances-net                                  | 14   | (131,100,952)                           | (59,524,149)                            |
| Redeemable capital-net                                   | 15   | 150,000,000                             | -                                       |
| Profit distributed among the certificate holders         |      | (4,103)                                 | (34,422)                                |
| Net cash generated from financing activities             |      | 18,894,945                              | (59,558,571)                            |
| Net (decrease) / increase in cash and cash equivalents   |      | (347,511)                               | (20,030,124)                            |
| Cash and cash equivalents at the beginning of the period |      | 135,278,267                             | 25,102,916                              |
| Cash and cash equivalents at the end of the period       | 14   | 134,930,756                             | 5,072,792                               |

The attached notes 1 to 29 form an integral part of these unconsolidated financial statements.

For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)



**Chief Financial Officer** 

Chief Executive

Director

# FIRST PUNJAB MODARABA UNCONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2022

### 1 Status and nature of business

First Punjab Modaraba (the Modaraba) was formed under the Modaraba Companies and Modaraba (Flotation and Control) Ordinance, 1980 and rules framed there under and is managed by Punjab Modaraba Services (Private) Limited (wholly owned subsidiary of The Bank of Punjab), a company incorporated in Pakistan. The registered office of the Modaraba is situated at Office No. 100, 3rd floor, National Tower, 28-Egerton Road, Lahore. The Modaraba commenced its operations on 23 December 1992. The Modaraba is listed on Pakistan Stock Exchange.

The Modaraba established its wholly owned subsidiary on November 29, 2016 as a private limited Company under the name of Punjab Capital Securities (Pvt) Limited. The registered office of Punjab Capital Securities (Pvt) Limited is situated at 3rd Floor, LSE Plaza, 19-Khayabane Aiwane Iqbal, Lahore. The Company is mainly engaged in the business of brokerage services, portfolio management and consultancy services.

The Modaraba is a perpetual and multi-dimensional Modaraba and is primarily engaged in the business of Ijarah, Musharikah and Murabaha financing, equity investment and other related businesses in accordance with the injunctions of Islam.

Modaraba has obtained approval of the Securities & Exchange Commission of Pakistan to undertake Building, Construction and Real Estate activity by insertion of a new clause for this purpose in prospectus of the Modaraba on 13 January 2021.

1.1 In order to align financial year of the Modaraba with the parent bank; the Modaraba had sought required approval from Registrar Modaraba as well as Federal Board of Revenue during the period ended on December 31, 2021. Accordingly, these condensed financial statements for the period and First quarter ended on March 31, 2022 represent financial position and financial performance of the Modaraba for the first quarter of financial year 2022 whereas corresponding figures in condensed interim profit and loss account, statement of comprehensive income, statement of changes in equity and cash flow statement are being presented for the quarter ended March 31, 2021 (which was previously presented as third quarter ended on March 31, 2021 in the published interim financial statements) for the purpose of comparison purposes.

### 2 Management's Assessment of Going Concern

In assessing the going concern status of the Modaraba, management has carefully assessed number of factors covering the performance of the business, business prospects and appetite of majority shareholder to continue financial support. Based on the analysis of these, management is comfortable that the Modaraba will be able to continue as a going concern in the foreseeable future.

During the period ended 31 March 2022, the Modaraba has made profit after tax of Rs. 3,270,173. The accumulated loss, net of reserves, as at 31 March 2022 amount to Rs. 181,576,165 (Dec 2021: Rs.184,846,338) which exceeds fifty percent of the total amount subscribed by the holders of the Modaraba Certificates. Further the current liabilities of the Modaraba exceed its current assets by Rs. 659,566,321 as at 31 March 2022.

In order to address going concern issue in terms of section 23 of the Modaraba Companies and Modarabas (Flotation and Control) Ordinance, 1980 (the Modaraba Ordinance), The Bank of Punjab (BOP) being the parent company of the Modaraba's Management Company' is providing enduring support and has confirmed that it shall continue to provide financial support to the Modaraba in order to mitigate liquidity risk. The Modaraba has obtained approval from the Securities & Exchange Commission of Pakistan dated 13 January 2021 to undertake Building, Construction and Real Estate activities. Accordingly, financial benefits shall be accrued in books of Modaraba in due course of time.

On the basis of support and the arrangements as outlined above and the business plan prepared by the management, the management is of the view that no material uncertainty exists related to events or conditions that, individually or collectively, may cast significant doubt on the entity's ability to continue as a going concern and the Modaraba shall be able to operate on going concern basis in the foreseeable future. Consequently, these financial statements have been prepared reflecting these assumptions.

### 3 Basis of preparations

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Such standards as applicable in Pakistan comprises of:

- International Financial Reporting Standards (IFRS Standards) issued by International Accounting Standards Board (IASB) as notified under Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017; and

- The requirements of Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas (hereinafter referred to as the relevant laws).

Where provisions and directives issued under Companies Act, 2017 and the relevant laws differ from IFRS Standards, the provisions and directives issued under Companies Act, 2017 and the relevant laws have been followed.

The SECP has issued directive (vide SRO 431 (I) / 2007 dated May 22, 2007) that Islamic Financial Accounting Standard 2 (IFAS 2) shall be followed in preparation of the financial statements by Companies and Modarabas while accounting for Lease Financing transactions as defined by the said standard. The Modaraba has adopted the said standard.

The SECP has deferred the applicability of IFRS-9 for Modarabas uptil June 30, 2022 via SRO 800(I) / 2021 dated June 22, 2021. However, the Modaraba had already adopted other requirements of IFRS 9 except for provision against Islamic financings. Therefore, the Modaraba has continued same practice during the current year as well. The provision against financing has been determined in accordance with requirement of the Prudential Regulations.

These financial statements are the separate financial statements of the Modaraba in which investments in subsidiary are accounted for on the basis of direct equity interest rather than on the basis of reported results. Consolidated financial statements are prepared separately.

### 4 Significant accounting estimates and judgments

The preparation of these unconsolidate condensed interim financial statements require management to make judgement, estimates and assumption that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. the significant judgement made by the management in applying the Modaraba's accounting policies and the key sources of estimation were the same as those that were applied to the financial statements for the period ended 31, December 2021.

| Image: constant of the section of the secti   | DEP<br>Charge<br>for the Perio     |                                |  |                                 |                          |                          |
|---|------------------------------------|--------------------------------|--|---------------------------------|--------------------------|--------------------------|
| Iploin         31.43-302 (UN-MUDI<br>COST           CoST         31.43-302 (UN-MUDI<br>Lan 2022           As at<br>Lan 2022         Control         SEPRECIATION           As at<br>Lan 2022         Additions         Transfer         31.43-502         Chardre         Transfer           As at<br>Lan 2022         Additions         Transfer         31.46.57         5.45.2.033         colspan="2">clinery           As at<br>Lan 2022         Additions         Transfer         31.46.57         Chardre         Transfer         As at<br>Lan 2022         Chardre         Transfer           Att         13.552.604         13.552.604         13.552.604         13.552.604         12.597.281         colspan="2">clinery           Additions         Transfer         304.136.772         5.2.795.604         12.2.97.281         colspa="2">clinery           Additions         Colspan         62.907.779         62.907.707         12.2.97.281         colspa="2">clinere           Addition         Colspa         31.146.907.279         62.910.707         12.2.97.281         colspa="2">clinere           Addition         Colspa         5.2.795.91         31.194.699         colspa="2">clinere           Addition         Colspa         31.560.465         5.2.97.291         colsp   | DEP<br>Charge<br>for the Perio     |                                |  | 5.1<br>5.2                      | 384,299,637<br>3,622,582 | 402,480,335<br>3,415,009 |
| Induction         COST         31-05-2022 (UN-AUDI)           COST         COST         DEPRECIATION           As at         March 2022         DePRECIATION           1.an 2022         Additions         Transfer         361,590,463         304,154,573         2,452,933         -           ethic         1.an 2022         -         391,590,463         304,154,573         2,452,933         -           ethic         1.an 2022         -         -         391,590,463         304,154,573         2,452,933         -           ethic         1.an 2022         -         -         391,590,463         304,154,573         2,452,933         -           ethic         1.3,552,604         -         -         13,552,604         -         -           ethic         1.3,552,604         -         -         13,552,604         -         -           ethic         1.3,552,604         -         -         13,552,604         -         -           ethic         1.3,552,604         -         1.3,552,604         -         -         -           ethic         1.3,552,604         1.3,552,604         -         -         -         -           ethic         1.3,552  | DEP<br>Charge<br>for the Perio     |                                |  |                                 | 387,922,219              | 405,895,344              |
| As at<br>As at<br>A ditions<br>A at<br>A ditions<br>A at<br>A dition<br>A d | DEPREC<br>Charge<br>for the Period | 22 (UN-AUDITED)                |  |                                 |                          |                          |
| Description         As at<br>1 Jan 2022         Additions         Transfer         As at<br>391,590,463         Chartee<br>301,154,573         Tansfer<br>Chartee<br>(Rupees)         Tansfer<br>Tansfer         As at<br>1 Jan 2022         Tansfer<br>1 Jan 2023         Tansfer<br>1 Jan 2023         Tansfer<br>1 Jan 2023         Tansfer<br>Chartee<br>(Rupees)           d machinery         391,590,463         0         13,552,604         13,552,604         13,552,604         1           d machinery         13,552,604         0         13,552,604         13,552,604         13,552,604         1           d machinery         13,552,604         0         13,552,604         13,552,604         1         1           d machinery         13,552,604         0         13,552,604         13,552,604         1         1           d machinery         13,552,604         13,552,604         13,552,604         1,5297,201         1         1           d machinery         13,552,604         13,552,604         13,552,604         1,5297,201         1         1           d machinery         13,552,604         13,552,604         13,527,5536         13,1104,608         1         1           Description         0         146,907,775         5,327,353         1,410,608         1         1,110,202         1,110,202  | Charge<br>for the Period           | NC                             | IMPAIRMENT   |                                 | NET BOOK<br>VALUE        |                          |
| d machinery         391,590,463         -         -         391,590,463         304,154,573         2,452,933           d machinery         432,937,429         -         -         432,937,429         172,178,057         16,444,464           aircraft         13,552,604         -         -         432,937,429         13,552,604         -         -           er products         13,552,604         -         -         13,552,604         12,597,201         -           er products         13,893,279         13,014,000         -         146,907,279         62,910,707         12,297,201           er products         133,893,279         13,014,000         -         146,907,279         62,910,707         12,297,201           Description         -         -         -         13,552,604         12,2797,91         12,297,201           Description         -         -         -         -         12,297,91         31,94,698           As at         -         -         -         -         -         252,795,941         31,194,698           Description         -         -         -         -         -         0         0           Description         -         -         -   |                                    | ransfer As at<br>31 March 2022 | As at Reversal T <sub>I</sub><br>1 Jan 2022 for the Period | Transfer As at<br>31 March 2022 | As at<br>31 March 2022   | Depreciation<br>Rate     |
| 432,937,429       432,937,429       172,178,057       16,444,484         aircraft       13,552,604       -       43,552,604       13,552,604       13,552,604       -         eir products       13,893,279       13,014,000       -       146,907,279       62,910,707       12,297,281         eir products       13,552,604       -       522,795,941       13,194,689       -       -         Products       13,5014,000       -       146,907,279       62,910,707       12,297,281         Description       -       As at<br>1 July 2021       As at<br>1 July 2021       As at<br>1 July 2021       As at<br>1 July 2021       0EPRI<br>1 July 2021       0EPRI<br>2 S2,735,383         d machinery       461,726,567       1,011,900       (71,156,004)       391,590,463       360,791,275       5,325,238         d machinery       442,297,959       2,805,000       (12,166,530)       432,293,429       37,202,02       37,202,02   |                                    | upees)                         | 15,593,102   | - 15,593,102                    | 69,389,855               | %<br>As per term         |
| aircraft 13,552,604 - 13,552,604 13,552,604 13,552,604 - 13,552,604 - 13,552,604 - 13,552,604 - 13,552,604 - 13,552,604 - 13,552,604 - 12,297,281 - 12,97,281 - 12,97,281 - 12,97,281 - 12,97,281 - 12,97,281 - 12,97,371 - 12,97,281 - 12,97,381 - 12,97,381 - 12,97,381 - 12,97,381 - 12,97,381 - 12,97,381 - 12,97,381 - 12,91,481 - 12,91,481 - 12  |                                    | - 188,622,541                  | 1,104,397  | - 1,104,397                     | 243,210,491              | As per term              |
| Ist Products         13,833,279         13,014,000         I         146,907,279         62,910,707         12,297,281           971,973,775         13,014,000         984,987,775         552,795,941         31,194,690           Description         COST         984,987,775         552,795,941         31,194,690           As at         COST         DEPRI         As at         0,01,000         10,02021         0,011,000           Anothinery         461,728,567         1,011,900         (71,150,004)         391,590,463         360,791,275         5,325,238           d machinery         442,287,959         2,805,000         (12,165,530)         432,937,429         14,4735,913         37,292,202   | 552,604                            | - 13,552,604                   |  | •                               | •                        | As per term              |
| 971,973,775         13,014,000         .         964,987,775         552,795,941         31,194,699           Description         COST         COST         DEPRI           As att         As att         As att         Change           1 July 2021         Additions         Transfer         As att         Change           461,728,567         1,011,900         (71,150,004)         391,590,463         360,791,275         5,325,238           472,297,959         2,805,000         (12,165,530)         432,337,429         14,4756,133         37,202,100   |                                    | - 75,207,988                   |  | •                               | 71,699,291               | As per term              |
| COST         COST         DEPRI           Description         As at<br>1.July 2021         As at<br>1.July 2021         As at<br>1.July 2021         As at<br>1.July 2021         Charge           d machinery         461,728,567         1,011,900         (71,150,004)         391,590,463         360,791,275         5,325,238           d machinery         442,297,959         2,805,000         (12,165,530)         432,337,429         144,735,913         37,292,202   |                                    | - 583,990,639                  | 16,697,499   | - 16,697,499                    | 384,299,637              |                          |
| COST         DEPRECIAT         DEPRECIAT           Description         As at<br>1 July 2021         As at<br>1 July 2021         Charge           Amachinery         461,728,567         1,011,900         (71,150,004)         391,580,463         360,791,275         5,325,238           Amachinery         442,297,959         2,805,000         (12,165,530)         432,937,429         14,735,913         37,292,202   | 31-12-                             | 2021 (AUDITED)                 |  |                                 |                          |                          |
| Description         As at<br>1 July 2021         Additions         Transfer         As at<br>31 Dec 2021         As at<br>1 July 2021         Chante<br>for the Period           d machinery         461,728,567         1,011,900         (71,150,004)         391,590,483         360,791,275         5,325,238           442,297,959         2,805,000         (12,165,530)         432,297,429         144,735,913         37,292,202   | DEPRECIATI                         | NC                             | IMPAIRMENT   |                                 | NET BOOK<br>VALUE        |                          |
|   | Charge<br>for the Period           | ransfer 31 Dec 2021            | As at Reversal T<br>1 July 2021 for the Period             | Transfer As at<br>31 Dec 2021   | As at<br>31 Dec 2021     | Depreciation<br>Rate     |
| d machinery 461,728,567 1,011,900 (71,150,004) 391,590,463 380,791,275 5,325,238<br>442,297,959 2,805,000 (12,165,530) 432,937,429 144,735,913 37,292,202   | J)                                 | kupees)                        |  |                                 |                          | %                        |
| 442,297,969 2,805,000 (12,165,530) 432,937,429 144,735,913 37,292,202   | 5,325,238                          | 61,961,940) 304,154,573        | 15,593,102   | - 15,593,102                    | 71,842,788               | As per term              |
|   |                                    | (9,850,058) 172,178,057        | 1,104,397  | - 1,104,397                     | 259,654,975              | As per term              |
| Cessna arcratt 13,552,604 13,552,604 Cessna arcratt   | 13,552,604                         | - 13,552,604                   |  |                                 |                          | As per term              |
| Consumer products 113,774,738 32,005,500 (11,886,959) 133,893,279 45,136,926 24,908,139 (7,134,358)   |                                    | (7,134,358) 62,910,707         |  |                                 | 70,982,572               | As per term              |
| 1,031,353,868 35,822,400 (95,202,493) 971,973,775 564,216,718 67,525,579 (78,946,356)   | 67,525,579                         | 552,795,941                    |  | - 16,697,499                    | 402,480,335              |                          |

5.1.1 Transfers represent the assets disposed through negotiation after expiry / termination of ljarah. However, in view of large number of disposals, detail of each disposal has not been given.

5.12 The Gross Carrying amount (cost) of fully depreciated assets that are still in use amounts to Rs. 342,447,098. (31 Dec 2021 : Rs. 342,447,098).

5.1.3 No impaiment is reversed on the basis of recovery made from classified party and in accordance with Prudential regulations issued by Securities and Excitange Commission of Pakistan.

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|                      |                     | COST      | ST       |                                    |                     | DEPRECIATION               | IATION   |                      | NBV                  |                      |
|----------------------|---------------------|-----------|----------|------------------------------------|---------------------|----------------------------|----------|----------------------|----------------------|----------------------|
| Description          | As at<br>1 Jan 2022 | Additions | Disposal | As at<br>31 Mar 2022<br>(Rupees) - | As at<br>1 Jan 2022 | Charge<br>for the Period   | Disposal | As at<br>31 Mar 2022 | As at<br>31 Mar 2022 | Depreciation<br>Rate |
| Office Equipment     | 4,096,645           | 486,900   |          | 4,583,545                          | 2,284,702           | 139,430                    | •        | 2,424,132            | 2,159,413            | 15% & 30%            |
| Furniture & Fixtures | 2,199,000           | 40,660    |          | 2,239,660                          | 1,526,931           | 59,626                     |          | 1,586,557            | 653,103              | 15%                  |
| Vehicles             | 2,450,800           |           |          | 2,450,800                          | 1,519,803           | 120,931                    |          | 1,640,734            | 810,066              | 20%                  |
|                      | 8,746,445           | 527,560   |          | 9,274,005                          | 5,331,436           | 319,987                    |          | 5,651,423            | 3,622,582            |                      |
|                      |                     | LOCT      | ST       |                                    | 31-12-202           | 31-12-2021 (AUDITED)       | NULTION  |                      | VAN                  |                      |
| Description          | As at               | Additions | Disposal | As at                              | As at               | Charge                     | Disposal | As at                | As at                | Depreciation         |
| 5                    | 1 July 2021         |           | 50       | 31 Dec 2021                        | 1 July 2021         | for the Year<br>- (Rupees) |          | 31 Dec 2021          | 31 Dec 2021          | Rate                 |
| Office Equipment     | 2,942,895           | 1,153,750 | ı        | 4,096,645                          | 2,264,876           | 19,826                     | ı        | 2,284,702            | 1,811,943            | 15% & 30%            |
| Furniture & Fixtures | 2,199,000           |           | ı        | 2,199,000                          | 1,400,032           | 126,899                    |          | 1,526,931            | 672,069              | 15%                  |
| Vehicles             | 2,259,300           | 191,500   |          | 2,450,800                          | 921,653             | 598,150                    | ·        | 1,519,803            | 930,997              | 20%                  |
|                      | 7,401,195           | 1,345,250 |          | 8,746,445                          | 4,586,561           | 744,875                    | 1        | 5,331,436            | 3,415,009            |                      |

5.2 Assets in own use

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5.2.1 The Gross Carrying amount (cost) of fully depreciated assets that are still in use amounts to Rs. 2,040,971 (31 Dec 2021 : Rs. 2,040,971).

5.2.2 The Gross Carrying amount (cost) of assets disposed off during the year amounts to Rs. Nil. (31 Dec 2021 : Nil).

## 7 Investment in subsidiary

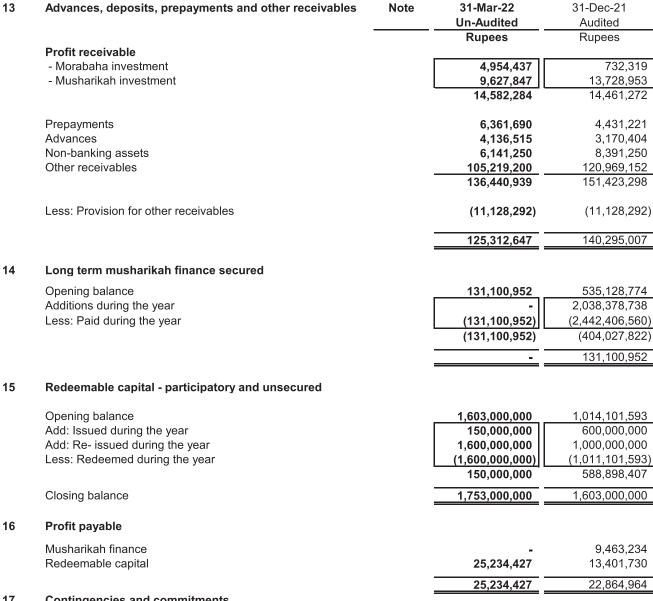
As a result of Stock Exchange (Corporatization, Demutualization and Integration) Act 2012, the Modaraba acquired Trading Rights Entitlement Certificate (TREC) and the subsidiary has been setup to undertake brokerage business and thereby utilize the TREC. The Modaraba obtained permission from SECP vide letter dated October 21, 2016 to form a wholly owned subsidiary to undertake brokerage business and the subsidiary was incorporated on November 29, 2016. During the Period, total investment in subsidiary remained at Rs. 76,500,000 (Dec 2021: Rs. 76,500,000).

|    |            |  | Note | 31-Mar-22<br>Un-Audited      | 31-Dec-21<br>Audited         |
|----|------------|--|------|------------------------------|------------------------------|
| 8  | Long ter   | rm musharikah investment - secured   |      | Rupees                       | Rupees                       |
|    |            | m musharikah investment<br>ırrent portion of long term musharikah investment | 11   | 758,099,177<br>(438,391,618) | 713,092,641<br>(423,391,618) |
|    |            |  |      | 319,707,559                  | 289,701,023                  |
| 9  | Long ter   | rm morabaha investment - secured   |      |                              |                              |
|    |            | m morabaha investment  |      | 8,800,000                    | 8,800,000                    |
|    | Add: Une   | earned morabaha income   |      |                              | - 8,800,000                  |
|    |            |  |      |                              |                              |
|    | Less: Cu   | rrent portion of long term morabaha investment                               | 11   | (8,800,000)                  | (8,800,000)<br>-             |
|    | Less: Cu   | rrent portion of unearned morabaha income                                    | 11   | -                            | -                            |
|    |            |  |      | <u> </u>                     | -                            |
| 10 | Short te   | rm morabaha investment-secured   |      |                              |                              |
|    | Short ter  | m morabaha Investment  |      | 432,477,568                  | 420,894,235                  |
|    | Add:       | Unearned morabaha income   |      | 6,491,301                    | 4,556,295                    |
|    |            |  |      | 438,968,869                  | 425,450,530                  |
|    | Less:      | Provision for doubtful morabaha investment                                   |      | (214,253,879)                | (214,253,879)                |
|    |            |  |      | 224,714,990                  | 211,196,651                  |
| 11 | Current    | maturity of long term investment   |      |                              |                              |
|    | Current p  | portion of long term musharikah investment                                   | 8    | 438,391,618                  | 423,391,618                  |
|    | Less:      | Provision against musharika investment                                       |      | (26,392,919)                 | (26,392,919)                 |
|    |            |  |      | 411,998,699                  | 396,998,699                  |
|    |            | portion of long term morabaha investment                                     | 9    | 8,800,000                    | 8,800,000                    |
|    | Add:       | Unearned morabaha income   | 9    | -                            | -                            |
|    | Less:      | Provision against morabaha investment  |      | (8,800,000)                  | (8,800,000)                  |
|    |            |  |      | 411,998,699                  | 396,998,699                  |
| 12 | ljarah re  | ntal receivables   |      | ,                            |                              |
|    | ljarah rei | ntal receivable  |      | 315,683,464                  | 324,385,447                  |
|    | Less: Pro  | ovision against ijarah rental receivable                                     |      | (116,212,387)                | (124,026,374)                |
|    |            |  |      | 400 474 077                  | 200 250 072                  |

200,359,073

199,471,077

# First Punjab Modaraba



## 17 Contingencies and commitments

### 17.1 Contingencies

There are no significant changes in contingent liabilities since the last published financial statement as at December 31,

### 17.2 Commitments

17.2.1 There is no Commitments approved but not disbursed on balance sheet due date. (Dec 2021 : Rs. 138.38 Million)



|    | -  | Note | 31-Mar-22<br>Un-Audited<br>Rupees   | 31-Mar-21<br>Un-Audited<br>Rupees  |
|----|--|------|---|--|
| 18 | Other income   |      | Rupees  | Rupees   |
|    | Profit on bank deposits<br>Processing fee<br>Gain on settlement of musharikah<br>Gain on settlement of morabaha<br>Miscellaneous income<br>Rebate income from Takaful  |      | 3,386,917<br>375,304<br>75,000<br>14,424,700<br>220,350<br>35,650<br>18,517,921   | 741,180<br>308,421<br>1,158,153<br>-<br>111,880<br>25,620<br>2,345,254   |
|    |  |      |   |  |
| 19 | Administrative expenses<br>Salaries and benefits<br>Traveling and conveyance<br>Depreciation - owned asset<br>Amortization of Intangible Assets<br>Legal and professional<br>Printing and stationary<br>Fee and subscription<br>Repair and maintenance<br>Vehicle running and maintenance<br>Power and utilities<br>Entertainment expenses<br>Advertisement<br>Telephone and postage<br>Corporate expenses<br>Rent rates and taxes<br>Selling and marketing expenses | 5.2  | 9,405,439<br>46,264<br>384,612<br>-<br>170,700<br>206,472<br>485,123<br>573,662<br>149,407<br>280,074<br>143,038<br>50,635<br>221,612<br>110,030<br>-<br>-<br>305,462 | 8,250,100<br>45,823<br>421,369<br>900,822<br>9,126<br>348,590<br>48,925<br>168,700<br>38,260<br>21,733<br>57,149<br>-<br>235,711<br>134,926<br>3,925<br>49,488 |
|    | Miscellaneous expenses   |      | 36,795  | 26,135   |
| 20 | Finance cost   |      | 12,569,325  | 10,760,782   |
| _, | Financial charges on musharikah<br>Financial charges on redeemable capital<br>Bank charges   |      | 200,705<br>39,701,579<br>-<br>39,902,284  | 11,672,348<br>17,508,771<br>23,784<br>29,204,903   |
| 21 | Taxation   |      |   |  |
|    | Current Tax<br>- Current year<br>Deferred<br>- Relating to origination and reversal of temporary differences   |      | 669,795<br>-  | 812,498<br>-   |
|    |  |      | 669,795   | 812,498  |

### 22 Earning per certificate

### 22.1 Basic

Basic earnings per certificate are calculated by dividing the net profit for the year by the weighted average number of certificates outstanding during the year as follows:

|  | 31-Mar-22<br>Un-Audited | 31-Mar-21<br>Un-Audited |
|--|-------------------------|-------------------------|
|  | Rupees                  | Rupees                  |
| Profit for the Period                            | 3,270,173               | 3,966,898               |
| Weighted average number of ordinary certificates | 34,020,000              | 34,020,000              |
| Earning per certificate                          | 0.10                    | 0.12                    |

## 22.2 Diluted

No figure for diluted earnings per certificate has been presented as the Modaraba has not issued any instruments which would have an impact on earnings per certificate when exercised.

### 23 Transactions with related parties

The related parties and associated undertakings comprise of The Bank of Punjab, Punjab Modaraba Services (Private) Limited and Punjab Capital Securities (Private) Limited. Transactions with related parties and associated undertakings other than remuneration and benefits to key management personnel under the term of employment are as follows:

### 23.1 Balances outstanding at the end of year

| 23.1.1 The Bank of Punjab (Holding company of Modaraba's                        | 31-Mar-22<br>Un-Audited | 31-Dec-21<br>Audited |
|---|-------------------------|----------------------|
| Management Company)   | Rupees                  | Rupees               |
| Musharikah finances   | -                       | 131,100,952          |
| Profit payable on musharikah finances   | -                       | 9,463,234            |
| Certificates of musharikah  | 1,750,000,000           | 1,600,000,000        |
| Profit payable on certificates of musharikah                                    | 24,207,061              | 12,374,364           |
| 23.1.2 Punjab Capital Securities (Private) Limited (Subsidiary Company)         |                         |                      |
| Investment in shares  | 76,500,000              | 76,500,000           |
| 23.2 Transactions during the year   | 31-Mar-22               | 31-Mar-21            |
|   | Un-Audited              | Un-Audited           |
| 23.2.1 The Bank of Punjab (Holding company of<br>Modaraba's Management Company) | Rupees                  | Rupees               |
| Bank charges  | -                       | 23,784               |
| Profit charged on finances  | 200,705                 | 11,672,348           |
| Profit charged on certificates of Musharikah                                    | 39,243,018              | 17,508,771           |

First Punjab Modaraba

### 26 Reconciliation of liabilities arising from financing activities

|   |   | Balance as at 01<br>Jan 2022 | Availed /<br>Announced | Repaid /<br>Reedeemed   | Balance as at<br>31 Mar 2022 |
|---|---|------------------------------|------------------------|-------------------------|------------------------------|
|   | Long term musharikah finance  | 131,100,952                  | -                      | (131,100,952)           | -                            |
|   | Prifit payable  | 17,203,256                   | -                      | (4,103)                 | 17,199,153                   |
|   | Redeemable capital  | 1,603,000,000                | 1,750,000,000          | (1,600,000,000)         | 1,753,000,000                |
|   |   | 1,751,304,208                | 1,750,000,000          | (1,731,105,055)         | 1,770,199,153                |
|   |   |                              |                        | 31 March 2022           | 31 March 2021                |
|   |   |                              | Note                   | (Un-Audited)            | (Un-Audited)                 |
| 7 | Cash flow from operating activities                                 |                              |                        | Rupees                  | Rupees                       |
|   | Profit / (Loss) for the year  |                              |                        | 3,939,968               | 4,779,396                    |
|   | Adjustments for:<br>Depreciation of ijarah assets                   |                              |                        | 31,194,698              | 32,954,048                   |
|   | Depreciation of assets in own use                                   |                              |                        | 319,987                 | 421,369                      |
|   | Amortization of Intagible Assets                                    |                              |                        | -                       | 900,822                      |
|   | Gain on disposal of Ijarah assets                                   |                              |                        | -                       | (219,704)                    |
|   | (Reversal) / Provision for Ijara investment                         |                              |                        | 59,400                  | (18,733,922)                 |
|   | Financial charges on musharikah finances                            |                              |                        | 200,705                 | 11,672,348                   |
|   | Financial charges on redeemable capital                             |                              |                        | 39,701,579              | 17,508,771                   |
|   |   |                              |                        | 71,476,369              | 44,503,732                   |
|   | Operating profit before working capital changes                     |                              |                        | 75,416,337              | 49,283,128                   |
|   | Working capital changes<br>(Increase)/decrease in operating assets: |                              |                        |                         |                              |
|   | Morabaha investment   |                              |                        | (9,648,327)             | (2,995,705)                  |
|   | Purchase of assets under ijarah arrangements                        |                              |                        | (13,014,000)            | (22,214,145)                 |
|   | Investment in musharikah-net  |                              |                        | (54,753,322)            | (14,987,937)                 |
|   | Purchase of assets-Development Properties                           |                              |                        | (3,133,483)             | -                            |
|   | Proceeds from transfer of ijarah assets                             |                              |                        | -                       | 6,257,940                    |
|   | ljarah Rental Receivable - net                                      |                              |                        | 321,494                 | 37,692,118                   |
|   | Advances, deposits, prepayments and other receivables               |                              |                        | 29,407,059 (50,820,579) | 22,375,692<br>26,127,963     |
|   | Increase / (decrease) in operating liabilities:                     |                              |                        | (50,620,579)            | 20,127,903                   |
|   | Security deposits - net   |                              |                        | 1,935,006               | (5,212,626)                  |
|   | Trade and other payables  |                              |                        | (5,505,536)             | (808,716)                    |
|   |   |                              |                        | (3,570,530)             | (6,021,342)                  |
|   | Net changes in operating assets and operating liabilities           |                              |                        | (54,391,109)            | 20,106,621                   |
|   | Cash generated from operations                                      |                              |                        | 21,025,228              | 69,389,749                   |
|   |   |                              |                        |                         |                              |

### 28 Date of authorization for issue

The unconsolidated financial statements of Modaraba were approved by the Directors of Modaraba Management Company and authorized for issue on April 27, 2022.

### 29 General

27

Figures have been rounded off to the nearest rupees unless otherwise provided.

### For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)

m

Chief Financial Officer

Chief Executive

Director



# **CONSOLIDATED FINANCIAL INFORMATION** For the six months ended

December 31, 2022

## FIRST PUNJAB MODARABA CONSOLIDATED BALANCE SHEET (UN-AUDITED) AS AT 31 MARCH 2022

| Note         31 March 2022<br>(Un-Audited)<br>(Un-Audited)<br>Rupees         31 Dec 2021<br>(Audited)<br>Rupees           ASSETS   | AS AT 31 MARCH 2022  |      |               |               |
|--|--|------|---------------|---------------|
| ASSETS         (Un-Audited)         (Audited)           Non current assets         Tangible fixed assets         - <th></th> <th>Note</th> <th>31 March 2022</th> <th>31 Dec 2021</th>   |  | Note | 31 March 2022 | 31 Dec 2021   |
| Non current assets         Jara Basets         Jara Basets <th></th> <th></th> <th></th> <th></th>   |  |      |               |               |
| Tangible fixed assets       5.1       384,299,637       402,480,335         - Igrah assets       5       6       6,765,726       20,466,394         Long Term Investment - secured       7       319,707,559       289,701,023       -         Long term morbaba investment - secured       8       7       339,5471       63,395,471       63,395,471       63,399,180         Long term morbaba investment - secured       8       88,202,306       796,147,770       -  | ASSETS   |      | Rupees        | Rupees        |
| Tangibb fixed assets       5.1       384,299,637       402,480,335         - Ijarah assets       5.2       4,769,339       6,765,726       6,765,726         Long Term Investment - secured       7       319,707,559       289,701,023       20,466,334         Long term morbaba investment - secured       8       7       339,6471       63,395,471       63,379,110         Deferred tax asset       9       224,714,990       711,196,651       396,998,699       396,998,699         Current assets       10       411,986,651       396,998,699       396,998,699       200,621,167       200,000,000       200,021,167       200,000,000       200,021,167       200,000,000       200,021,167       200,000,000       200,021,167       200,021,167       200,021,167       200,000,000       200,021,167  | Non current assets   |      |               |               |
| - irarch assets         5.1         384,299,637         4/22,480,335           - Assets in own use         5.2         384,299,637         4/53,9641           Intangible assets         6         6,755,726         20,466,394           Long term mushankah investment - secured         7         319,707,59         289,701,023           Long term deposits         8         8,395,471         6,3799,180         63,799,180           Ourrent assets         9         224,714,990         221,196,651         306,202,306         796,147,770           Current assets         9         244,714,990         20,621,167         20,000,000         200,000,000<  |  |      |               |               |
| - Åzsets in own use         5.2         4,768,339         4,539,441           Intangible assets         6         6,765,726         6,765,726         6,765,726           Long Term Investment         20,466,394         20,466,394         20,466,394         20,466,394           Long term morabaha investment - secured         7         8,395,471         6,395,721         6,395,721           Long term morabaha investment - secured         9         224,714,990         211,196,651         396,998,699           Current assets         90         224,714,990         211,196,651         396,998,699         199,471,772         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         200,000,000         211,196,651         778,595         113,49,493,473         6,156,404         5,47,804         5,74,308         177,432,08         171,232,109         1,334,486,552         142,319,639,517,177         200,000,000         211,223,108         1,336,541,017         2,192,688,787         2,192,688,787         2,192,688,787         2,192,688,787         2,192,688,787         2,192,688,787         2,192,688,787         2,192,688,78  | 0  | 5 1  | 384 200 637   | 402 480 335   |
| Intangübe assets         6         6.765,726         6.765,726         20,466,394           Long term mushanikah investment - secured         7         319,707,559         228,701,023           Long term morabaha investment - secured         8         - <td></td> <td></td> <td></td> <td></td>  |  |      |               |               |
| Long Term Investment         20,466,334         20,466,334         289,701,023           Long term morabaha investment - secured         8         -         319,707,559         289,701,023           Long term deposits         8,395,471         63,799,180         63,799,180         63,799,180           Deferred tax asset         808,202,306         796,147,770         796,147,770           Current maturity of long term investment         10         141,998,699         221,1166,651           Jigrah realt receivable         11         199,471,077         200,000,000         200,002,100           Development properties - Land         12,310,639         7,778,595         134,949,743         171,1222,109           Tax refund due from government         12         134,949,743         153,466,452         143,466,452           Toxa Assets         2,230,521,938         2,196,684,171         1234,069         153,466,632           Southory O(31 Dec 2021: 50,000,000) modaraba         2,192,688,787         20,000,000         200,000,000           Capital reserves         500,000,000         500,000,000         340,200,000         220,338,614         564,2018           Southory O(31 Dec 2021: 50,000,000) cortificates of Rs. 10 each         500,000,000         200,338,614         5642,018         506,200,000         2  |  |      |               |               |
| Long term musharikah investment - secured         7         319,707,559         289,701,023           Long term mapbaha investment - secured         8         8,395,471         63,799,180           Long term morabaha investment - secured         9         224,714,990         211,196,651           Current assets         9         224,714,990         211,196,651           Short term morabaha investment         9         224,714,990         211,196,651           Current assets         9         224,714,990         211,196,651           Short term investment         10         411,998,699         199,471,077           Short term investment         10         42,617,119         39,483,636           Trade Receivable         12,210,639         171,232,109         5,743,208           Cash and bank balances         12         134,949,743         171,232,109         5,743,208           TotAL ASSETS         2,230,521,938         2,192,688,787         2,192,688,787           Courrent liabilities         11,396,541,017         2,033,614         5,642,018         5,642,018           Subor.doc officate capital         340,200,000         340,200,000         340,200,000         340,200,000         220,333,614         5,642,018         5,642,018         5,642,018         5,642,018 <td>5</td> <td>0</td> <td></td> <td></td>   | 5  | 0    |               |               |
| Long term morabaha investment - secured         8         8         8         8,395,471         8,395,471           Long term deposits         9         224,714,990         808,202,306         796,147,770           Current assets         90         211,196,651         336,998,609         336,998,609           Jigrah realt receivable         11         199,471,077         200,000,000         200,002,010           Development properties - Land         7,778,595         12,310,639         7,778,595           Advances, deposits, prepayments and other receivables         12         134,949,743         171,232,109           Tax refund use from government         21,422,319,632         1,366,541,077         2,190,632           S0,000,000 (31 Dec 2021; 55,000,000) modaraba         1,422,319,632         1,306,541,772           Current liabilities         2,190,632         1,306,541,772           S0,000,000 (31 Dec 2021; 54,020,000) certificate capital         340,200,000         200,000,000           S0,000,000 (31 Dec 2021; 55,000,000) modaraba         504,2018         504,2018         242,747,29           Deferred maxiha finance - secured         13         340,200,000         220,303,614         564,2018           S0,000,000 (31 Dec 2021; 54,020,000) certificates of Rs. 10 each         504,2018         504,2018 <t< td=""><td>-</td><td>7</td><td></td><td></td></t<>   | -  | 7    |               |               |
| Long term deposits         8,395,471         8,395,471         8,395,471           Deferred tax asset         8,395,471         63,799,180         63,799,180           Sthort term morabaha investment - secured         9         224,714,990         211,196,651           Current assets         10         411,998,699         36,998,699           Short term morabaha investment         10         200,000,000         200,000,000           Development properties - Land         11         39,471,077         200,000,000           Tack Receivable         12         134,949,743         171,123,109           Advances, deposits, prepayments and other receivables         12         134,949,743         171,123,109           Tax refund due from government         2,305,21,938         153,486,952         1,396,541,017           Z.advances, deposits, prepayments and other receivables         1,22,01,621         1,396,541,017           TOTAL ASSETS         2,192,688,787         2,192,687,787           EQUITY AND LIABILITIES         30,000,000         500,000,000           Authorized certificate capital         340,200,000         340,200,000           34,020,000 (31 Dec 2021: 34,020,000) certificate capital         340,200,000         220,303,614           S,042,018         5,642,018         (405,225,175)<   |  |      | 319,707,559   | 289,701,023   |
| Deferred tax asset         63,799,180         63,799,180         63,799,180           Current assets         808,202,306         796,147,770           Short term morabaha investment - secured         9         224,714,990         211,196,651           Current mutity of long term investment         10         41,998,699         200,000,000           Development properties - Land         11         39,483,038         7778,595           Advances, deposits, prepayments and other receivables         12         134,949,743         171,132,2109           Cash and bank balances         12         134,949,743         171,232,109         134,346,952           TotAL ASSETS         1,223,0521,938         171,232,109         1,346,540,017         2,230,521,938         1,346,540,017           TotAL ASSETS         1,342,2319,632         1,346,240,017         2,192,688,787         2,192,688,787           Current maturity of non current liabilities         500,000,000         500,000,000         163,486,952         1,346,240,018           Authorized certificate capital         340,200,000         220,33,614         5,642,018         5,642,018         5,642,018         1,642,018         1,642,018         1,642,018         1,642,018         1,642,018         1,642,018         1,642,018         1,642,018         1,642,018  |  | ö    | 0.005 174     | -             |
| Bit         Bit <td></td> <td></td> <td></td> <td></td>  |  |      |               |               |
| Current assets         9         224,714,990         211,196,651           Current multity of long term investment         10         11,986,809         396,998,699           Jjarah rental receivable         11         200,000,000         200,000,000         200,000,000           Development properties - Land         12         134,949,740,771         200,000,000         39,483,636           Trade Receivable         12         134,949,743         177,123,2109         39,483,636           Advances, deposits, prepayments and other receivables         12         134,949,743         171,123,100         39,483,636           Total Assets         12         134,949,743         171,123,2109         15,743,208         15,743,208           Current Mablinties         1,230,622         1,396,641,017         2,230,521,938         163,486,952         1,396,641,017           Total Assets         2,192,688,787         2,192,688,787         2,192,688,787         2,192,648,787           Current Mablinties         10         340,200,000         220,303,614         5,642,018         (405,225,175)           Non current liabilities         10         240,200,000         220,303,614         5,642,018         (405,2265,175)         160,860,457         131,100,952         131,100,952         131,100,952  | Deferred tax asset   |      |               |               |
| Short term morabaha investment - secured       9       224,714,990       211,196,651         Current maturity of long term investment       10       411,998,699       200,027,167         Short Term Investment       10       411,998,699       200,000,000       200,000,000         Development properties - Land       11       109,471,073       39,483,636       7,778,695         Advances, deposits, prepayments and other receivables       12       13,4949,743       171,232,109       1,334,849,743       163,486,952         TotAL ASSETS       1,422,319,632       1,442,319,632       1,336,641,017       2,306,541,017       2,306,541,017       2,192,688,787         EQUITY AND LIABILITIES       Authorized carificate capital       500,000,000       220,303,614       5,642,018       (402,203,004       220,303,614       5,642,018       (402,226,175       2,192,688,787         EQUITY AND LIABILITIES       300,000       163,402,0000       220,303,614       5,642,018       (402,200,000)       24,617,119       160,804,57       163,480,952       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       1,422,319,652       <   |  |      | 808,202,306   | 796,147,770   |
| Current maturity of long term investment         10         411,998,699         396,998,699           Ijarah rental receivable         11         199,471,077         200,000,000           Double velopment properties - Land         12         200,621,167           Trade Receivable         12         394,898,639         200,020,000           Advances, deposits, prepayments and other receivables         12         134,949,473         171,232,109           TotAL ASSETS         12,310,633         7,778,595         5,484,08         5,743,208           Cash and bank balances         190,098,957         163,486,952         1,422,319,632         1,396,541,017           TOTAL ASSETS         2,230,521,938         2,192,668,787         2,192,668,787           EOUITY AND LIABILITIES         Authorized certificate capital         34,020,000         340,200,000         220,303,614         5,642,018         (400,390,505)         160,285,1757         160,860,457           Non current liabilities         10         97,893,161         5,422,613         5,422,615         131,100,952         131,100,952         131,100,952         131,100,952         131,100,952         131,100,952         131,100,952         131,100,952         131,100,952         131,100,952         131,100,952         131,1,00,952         131,100,952         1   |  | -    |               | 044 400 000   |
| ijarah rental receivable       11       199,471,077       200,621,167         Short Term Investment       200,000,000       242,617,119       39,483,636         Development properties - Land       12       134,949,743       171,232,109         Tax refund due from government       12       134,949,743       171,232,109         Tax refund due from government       2,230,521,938       174,232,109       15,743,208         TOTAL ASSETS       1,222,319,632       1,396,541,017       2,192,688,787         EQUITY AND LIABILITIES       1,306,541,017       2,192,688,787       2,192,688,787         Authorized certificate capital       500,000,000       500,000,000       340,200,000         Sou,000,001 (31 Dec 2021: 50,000,000) modaraba       500,000,000       500,000,000       500,000,000         Log term security deposits       5,642,018       (400,390,505)       (42,274,729)       166,755,127       160,860,457         Non current liabilities       13       30,541,729       142,274,729       131,100,952         Long term security deposits       131,100,952       30,541,729       131,100,952         Deferred morabaha income       15       25,234,427       131,30,00,000       160,004,000       160,004,000       131,100,952       131,100,952         Trade a  |  |      |               |               |
| Short Term Investment       200,000,000       200,000,000         Development properties - Land       742       842,617,119       39,483,636         Trade Receivable       12       134,949,743       171,232,109         Advances, deposits, prepayments and other receivables       12       134,949,743       171,232,109         Cash and bank balances       5,743,208       5,743,208       190,098,957       163,486,952         TOTAL ASSETS       2,230,521,938       2,192,688,787       2,192,688,787         EQUITY AND LIABILITIES       1,422,319,632       1,396,541,017       2,230,521,938       2,192,688,787         Authorized certificate capital       500,000,000       500,000,000       220,303,614       5,642,018         5,00,000,000       (40,390,000)       220,303,614       5,642,018       (40,52,85,175)         Issued, subscribed and paid-up certificate capital       340,200,000       220,303,614       5,642,018         5,00,000,000       220,303,614       5,642,018       (40,52,85,175)       160,860,457         Non current liabilities       131,100,952       131,100,952       131,100,952       131,100,952       131,100,952       131,100,952       131,100,952       131,100,952       131,100,952       131,100,952       131,100,952       131,100,952       131,100  |  |      |               |               |
| Development properties - Land         42,617,119         39,483,636           Trade Receivable         12,310,639         7,778,595           Advances, deposits, prepayments and other receivables         12         134,949,743         171,232,109           Tax refund due from government         12         134,949,743         5,743,208         133,486,952           Cash and bank balances         11,422,319,632         1,396,541,017         1,396,541,017         2,230,521,938         2,192,688,787           EQUITY AND LIABILITIES         1,422,319,632         1,396,541,017         2,192,688,787         2,192,688,787           Authorized certificate capital         500,000,000         500,000,000         200,000,000         200,000,000         200,000,000         220,303,614         5,642,018           Soup term security deposits         0,67,755,127         160,860,457         160,860,457         131,100,952           Non current liabilities         30,541,729         42,274,729         131,100,952         131,100,952           Long term security deposits         0,541,729         163,800,400         163,3000,000         16,632,000         163,642,018           Current liabilities         97,893,161         17,733,976,881         164,225,155         160,800,457         173,375,681         166,755,127         160,800,457<   | ,  | 11   |               |               |
| Trade Receivable       12       12,310,639       7,778,595         Advances, deposits, prepayments and other receivables       12       134,949,743       171,1232,109         Tax refund due from government       12       134,949,743       171,232,109         Cash and bank balances       190,098,957       1,336,541,017       2,132,688,787         EQUITY AND LIABILITIES       1,422,319,632       1,336,541,017       2,192,688,787         Authorized certificate capital       500,000,000       134,020,000       2,192,688,787         So,000,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each       340,200,000       220,303,614       2,000,000         Issued, subscribed and paid-up certificate capital       340,200,000       340,200,000       220,303,614       2,642,018         Advenue reserves       163,755,127       160,860,457       160,860,457       160,860,457         Non current liabilities       163,755,127       160,860,457       131,100,952         Long term security deposits       30,541,729       133,1100,952       131,100,952         Ourrent liabilities       97,893,161       84,225,155       1,63,3000,000       163,486,964         Current liabilities       97,893,161       1,63,3000,000       134,020,000       22,234,427       129,264,656,189 <t< td=""><td></td><td></td><td></td><td></td></t<>   |  |      |               |               |
| Advances, deposits, prepayments and other receivables       12       134,949,743       171,232,109         Tax refund due from government       6,158,408       190,098,957       5,743,208         Cash and bank balances       190,098,957       1,346,645,952       1,346,645,952         TOTAL ASSETS       2,230,521,938       1,396,6541,017       2,192,688,787         EQUITY AND LIABILITIES       Authorized certificate capital       500,000,000       500,000,000         Issued, subscribed and paid-up certificate capital       340,200,000       220,303,614       5,42,018         340,200,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each       220,303,614       5,642,018       2,402,303,614         Sougo,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each       220,303,614       5,642,018       2,402,252,175)         Non current liabilities       165,755,127       100,860,457       100,860,457       100,860,457         Non current liabilities       30,541,729       1,73,376,881       131,100,952       131,100,952         Current maturity of non current liabilities       97,893,161       1,84,225,155       1,603,000,000       22,846,964       126,456,189         Provision for taxation       13       3,527,421       1,703,256       17,203,256       17,203,256       1,26,456,189       17,203,256       <   | Development properties - Land                                    |      | 42,617,119    |               |
| Tax refund due from government       6,158,408       5,743,208         Cash and bank balances       190,098,957       1,33,456,952         TOTAL ASSETS       1,422,319,632       1,396,541,017         Could a contract of the contrecont of the contract of the contract of the contract | Trade Receivable   |      | 12,310,639    | 7,778,595     |
| Cash and bank balances       190,098,957       163,486,952         TOTAL ASSETS       1,396,541,017       2,230,521,938       2,192,688,787         EQUITY AND LIABILITIES       2,200,000,000       340,200,000       500,000,000       500,000,000         Authorized certificate capital       34,020,000       340,200,000       220,303,614       5,642,018         34,020,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each       340,200,000       340,200,000       220,303,614         Capital reserves       5,642,018       (400,390,505)       (405,285,175)         Non current liabilities       165,755,1727       160,860,457         Long term security deposits       165,755,1727       160,860,457         Deferred morabaha income       13       30,541,729       17,3375,681         Current liabilities       30,541,729       17,3375,681       1,603,000,000         Current liabilities       97,893,161       1,603,000,000       1,603,000,000         Profit payable       15       37,370,921       1,26,456,189       1,264,56,189         Provision for taxation       1,26,456,189       1,7199,153       17,199,153       17,129,255         Unclaimed profit       2,034,225,083       1,858,452,649       1,263,256,189       1,203,256         Unclaimed   | Advances, deposits, prepayments and other receivables            | 12   | 134,949,743   | 171,232,109   |
| TOTAL ASSETS         1,422,319,632         1,396,541,017           EQUITY AND LIABILITIES         2,230,521,938         2,192,688,787           Authorized certificate capital         50,000,000         3100 (31 Dec 2021: 50,000,000) modaraba         500,000,000         500,000,000           Issued, subscribed and paid-up certificate capital         34,020,000         340,200,000         340,200,000         220,303,614         5.642,018  | Tax refund due from government                                   |      | 6,158,408     | 5,743,208     |
| TOTAL ASSETS       2,230,521,938       2,192,688,787         EQUITY AND LIABILITIES       Authorized certificate capital       500,000,000       500,000,000         Issued, subscribed and paid-up certificate capital       34,020,000       340,200,000       340,200,000         24,020,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each       340,200,000       340,200,000       220,303,614         Capital reserves       5,642,018       (405,285,175)       160,860,457         Non current liabilities       165,755,127       160,860,457         Long term security deposits       30,541,729       42,274,729         Deferred morabaha income       13       30,541,729       173,375,681         Current liabilities       97,893,161       84,225,155       1,603,000,000       22,864,964         Current maturity of non current liabilities       97,893,161       84,225,155       1,26,466,189       126,465,189         Provision for taxation       14       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       126,456,189       12,230,32,256       13,730,921       4,70  | Cash and bank balances   |      | 190,098,957   | 163,486,952   |
| EQUITY AND LIABILITIES<br>Authorized certificate capital<br>50,000,000 (31 Dec 2021: 50,000,000) modaraba<br>certificates of Rs. 10 each         500,000,000         500,000,000           Issued, subscribed and paid-up certificate capital<br>34,020,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each<br>Capital reserves         340,200,000         340,200,000         340,200,000           Revenue reserves         340,200,000         220,303,614         5,642,018         (405,285,175)           Non current liabilities         165,755,127         160,860,457         160,860,457           Long term security deposits         30,541,729         -         131,100,952           Deferred morabaha income         -         -         131,100,952           Long term musharikah finance - secured         13         -         131,100,952           Current liabilities         -         -         131,100,952           Current maturity of non current liabilities         97,893,161         84,225,155           Redeemable capital - participatory and unsecured         14         1,753,300,000         22,864,964           Trade and other payables         15         137,370,921         126,456,189         3,527,421         4,703,085           Unclaimed profit         2,034,225,083         1,858,452,649         17,203,0256         17,203,0256         17,203,0256   |  |      | 1,422,319,632 | 1,396,541,017 |
| Authorized certificate capital       500,000,000 (31 Dec 2021: 50,000,000) modaraba         certificates of Rs. 10 each       500,000,000         Issued, subscribed and paid-up certificate capital       340,200,000         340,200,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each       340,200,000         Capital reserves       340,200,000         Revenue reserves       5642,018         Mon current liabilities       (400,390,505)         Long term security deposits       165,755,127         Deferred morabaha income       13         Long term musharikah finance - secured       13         Current liabilities       131,100,952         Current maturity of non current liabilities       97,893,161         Redeemable capital - participatory and unsecured       14         Trade and other payables       137,370,921         Trade and other payables       137,370,921         Provision for taxation       126,456,189         Unclaimed profit       3,527,421         TOTAL EQUITY AND LIABILITIES       2,230,521,939       2,192,688,787  | TOTAL ASSETS   |      | 2,230,521,938 | 2,192,688,787 |
| Issued, subscribed and paid-up certificate capital         34,020,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each         Capital reserves         Revenue reserves         Non current liabilities         Long term security deposits         Deferred morabaha income         Long term musharikah finance - secured         13         Current liabilities         Current liabilities         Current liabilities         Current naturity of non current liabilities         Redeemable capital - participatory and unsecured         Provision for taxation         Unclaimed profit         TOTAL EQUITY AND LIABILITIES   | Authorized certificate capital 50,000,000 modaraba               |      | 500 000 000   | 500 000 000   |
| 34,020,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each       340,200,000       340,200,000         Capital reserves       220,303,614       5,642,018         Revenue reserves       (400,390,505)       165,755,127         Non current liabilities       165,755,127       160,860,457         Long term security deposits       13       -         Deferred morabaha income       -       -         Long term musharikah finance - secured       13       -         Current liabilities       -       -         Current naturity of non current liabilities       97,893,161       84,225,155         Redeemable capital - participatory and unsecured       14       15       1,603,000,000         Protision for taxation       13,527,421       1,703,085       1,703,085         Unclaimed profit       17,199,153       17,203,256       1,203,2266         2,034,225,083       1,858,452,649       1,858,452,649  | Certificates of NS. To each                                      |      | 300,000,000   | 500,000,000   |
| Capital reserves       220,303,614       220,303,614         Revenue reserves       5,642,018       (400,390,505)         Non current liabilities       165,755,127       160,860,457         Long term security deposits       30,541,729       42,274,729         Deferred morabaha income       13       131,100,952         Long term musharikah finance - secured       13       131,100,952         Current liabilities       30,541,729       173,375,681         Current maturity of non current liabilities       97,893,161       84,225,155         Redeemable capital - participatory and unsecured       14       1,753,000,000       1,603,000,000         Profit payable       15       3,527,421       4,703,085       1,729,3256         Unclaimed profit       2,034,225,083       1,858,452,649       1,720,3256         TOTAL EQUITY AND LIABILITIES       2,230,521,939       2,192,688,787   |  |      |               |               |
| Sevenue reserves         5,642,018<br>(400,390,505)         5,642,018<br>(405,285,175)           Non current liabilities         165,755,127         160,860,457           Long term security deposits         30,541,729         42,274,729           Deferred morabaha income         13         131,100,952           Long term musharikah finance - secured         13         30,541,729         131,100,952           Current liabilities         30,541,729         131,100,952         131,100,952           Current maturity of non current liabilities         97,893,161         84,225,155         1,603,000,000           Profit payable         15         25,234,427         22,864,964         136,352,7421         4,703,085           Trade and other payables         137,370,921         126,456,189         3,527,421         4,703,085           Provision for taxation         1,199,153         17,203,256         2,034,225,083         1,858,452,649           Unclaimed profit         2,230,521,939         2,192,688,787         2,192,688,787         2,192,688,787  | 34,020,000 (31 Dec 2021: 34,020,000) certificates of Rs. 10 each |      | 340,200,000   |               |
| Revenue reserves       (400,390,505)       (405,285,175)         Non current liabilities       165,755,127       160,860,457         Long term security deposits       30,541,729       42,274,729         Deferred morabaha income       13       131,100,952         Long term musharikah finance - secured       13       30,541,729       131,100,952         Current liabilities       30,541,729       173,375,681       131,100,952         Current maturity of non current liabilities       97,893,161       84,225,155       1,603,000,000         Profit payable       15       15       25,234,427       126,456,189         Trade and other payables       17,199,153       17,203,256       1,720,3256         Unclaimed profit       2,30,521,939       2,192,688,787   | Capital reserves   |      | 220,303,614   |               |
| Non current liabilities         165,755,127         160,860,457           Long term security deposits         30,541,729         42,274,729           Deferred morabaha income         -         131,100,952           Long term musharikah finance - secured         13         30,541,729         -           Current liabilities         -         131,100,952         30,541,729         173,375,681           Current maturity of non current liabilities         97,893,161         84,225,155         1,603,000,000         1,603,000,000         22,864,964           Profit payable         15         25,234,427         126,456,189         3,527,421         4,703,085         1,703,0256         1,26,456,189         1,203,256         1,203,256         1,203,256         2,034,225,083         1,858,452,649         1,203,256         2,034,225,083         1,858,452,649         1,2192,688,787         2,192,688,787         2,192,688,787         2,192,688,787         2,192,688,787         2,192,688,787         2,192,688,787         2,192,688,787  |  |      |               |               |
| Non current liabilities         30,541,729         42,274,729           Deferred morabaha income         -         -         131,100,952           Long term musharikah finance - secured         13         -         -           Current liabilities         -         131,100,952         -           Current maturity of non current liabilities         97,893,161         84,225,155         -           Redeemable capital - participatory and unsecured         14         1,753,000,000         25,234,427         22,864,964           Trade and other payables         13         -         126,456,189         -         126,456,189           Provision for taxation         -         1,71,99,153         17,203,256         -         -           Unclaimed profit         2,230,521,939         2,192,688,787         -  | Revenue reserves   |      |               |               |
| Long term security deposits       30,541,729       42,274,729         Deferred morabaha income       13       -       131,100,952         Long term musharikah finance - secured       13       -       131,100,952         Current liabilities       30,541,729       173,375,681         Current maturity of non current liabilities       97,893,161       84,225,155         Redeemable capital - participatory and unsecured       14       1,753,000,000       25,234,427         Profit payable       15       25,234,427       22,864,964         Trade and other payables       137,370,921       126,456,189         Provision for taxation       3,527,421       4,703,085         Unclaimed profit       17,199,153       17,203,256         Z,034,225,083       1,858,452,649         Z,230,521,939       2,192,688,787   |  |      | 165,755,127   | 160,860,457   |
| Deferred morabaha income         -         -         -         -         131,100,952           Long term musharikah finance - secured         13         -         -         131,100,952         30,541,729         173,375,681           Current liabilities         30,541,729         173,375,681         84,225,155         1,603,000,000         1,603,000,000         1,603,000,000         25,234,427         22,864,964         1,603,000,000         22,864,964         137,370,921         1,26,456,189         3,527,421         4,703,085         1,7,203,256         2,034,225,083         1,858,452,649         17,203,256         2,034,225,083         1,858,452,649         1,858,452,649         2,192,688,787         1,103,110,1103,111,110,110,110,110,110,1  |  |      |               |               |
| Long term musharikah finance - secured       13        131,100,952         Current liabilities       30,541,729       173,375,681         Current maturity of non current liabilities       97,893,161       84,225,155         Redeemable capital - participatory and unsecured       14       1,753,000,000       25,234,427         Profit payable       15       25,234,427       22,864,964         Trade and other payables       137,370,921       126,456,189         Provision for taxation       3,527,421       4,703,085         Unclaimed profit       17,199,153       17,203,256         Z,034,225,083       1,858,452,649         Z,034,225,083       2,192,688,787  |  |      | 30,541,729    | 42,274,729    |
| Current liabilities       30,541,729       173,375,681         Current maturity of non current liabilities       97,893,161       84,225,155         Redeemable capital - participatory and unsecured       14       1,753,000,000       1,603,000,000         Profit payable       15       25,234,427       22,864,964         Trade and other payables       137,370,921       126,456,189         Provision for taxation       3,527,421       4,703,085         Unclaimed profit       17,199,153       17,203,256         2,034,225,083       1,858,452,649         TOTAL EQUITY AND LIABILITIES       2,230,521,939       2,192,688,787   |  |      | -             | -             |
| Current liabilities         97,893,161         84,225,155           Redeemable capital - participatory and unsecured         14         1,753,000,000         1,603,000,000           Profit payable         15         25,234,427         22,864,964           Trade and other payables         137,370,921         126,456,189           Provision for taxation         3,527,421         4,703,085           Unclaimed profit         17,199,153         17,203,256           2,034,225,083         1,858,452,649           TOTAL EQUITY AND LIABILITIES         2,230,521,939         2,192,688,787  | Long term musharikah finance - secured                           | 13   | -             |               |
| Current maturity of non current liabilities       97,893,161       84,225,155         Redeemable capital - participatory and unsecured       14       1,753,000,000       1,603,000,000         Profit payable       15       25,234,427       22,864,964         Trade and other payables       137,370,921       126,456,189         Provision for taxation       3,527,421       4,703,085         Unclaimed profit       17,199,153       17,203,256         Z,034,225,083       1,858,452,649         TOTAL EQUITY AND LIABILITIES       2,230,521,939       2,192,688,787  |  |      | 30,541,729    | 173,375,681   |
| Redeemable capital - participatory and unsecured       14       1,753,000,000       1,603,000,000         Profit payable       15       25,234,427       22,864,964         Trade and other payables       137,370,921       126,456,189         Provision for taxation       3,527,421       4,703,085         Unclaimed profit       17,199,153       17,203,256         2,034,225,083       1,858,452,649         2,230,521,939       2,192,688,787   |  |      |               |               |
| Profit payable         15         25,234,427         22,864,964           Trade and other payables         137,370,921         126,456,189           Provision for taxation         3,527,421         4,703,085           Unclaimed profit         17,199,153         17,203,256           2,034,225,083         1,858,452,649           TOTAL EQUITY AND LIABILITIES         2,230,521,939         2,192,688,787  | •  |      |               |               |
| Trade and other payables       137,370,921       126,456,189         Provision for taxation       3,527,421       4,703,085         Unclaimed profit       17,199,153       17,203,256         2,034,225,083       1,858,452,649         TOTAL EQUITY AND LIABILITIES       2,230,521,939       2,192,688,787  |  |      |               |               |
| Provision for taxation         3,527,421         4,703,085           Unclaimed profit         17,199,153         17,203,256           2,034,225,083         1,858,452,649           TOTAL EQUITY AND LIABILITIES         2,230,521,939         2,192,688,787   |  | 15   |               |               |
| Unclaimed profit         17,199,153         17,203,256           2,034,225,083         1,858,452,649           TOTAL EQUITY AND LIABILITIES         2,230,521,939         2,192,688,787  |  |      |               |               |
| 2,034,225,083         1,858,452,649           TOTAL EQUITY AND LIABILITIES         2,230,521,939         2,192,688,787   |  |      |               |               |
| TOTAL EQUITY AND LIABILITIES         2,230,521,939         2,192,688,787   | Unclaimed profit   |      |               |               |
|  |  |      | 2,034,225,083 | 1,858,452,649 |
|  | TOTAL EQUITY AND LIABILITIES                                     |      | 2,230,521.939 | 2,192,688.787 |
|  |  | 16   |               |               |
|  |  |      |               |               |

The attached notes 1 to 29 form an integral part of these unconsolidated financial statements.

For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)

1

Director

Director

Chief Financial Officer

Chief Executive

Quarterly Accounts March 2022 / Page 19

# FIRST PUNJAB MODARABA CONSOLIDATED PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2022

|  | Note | 31 March 2022<br>Un-Audited | 31 March 2021<br>Un-Audited     |
|--|------|-----------------------------|---------------------------------|
| Income   |      | Rupees                      | Rupees                          |
| Income from ijarah rentals                               |      | 16,855,037                  | 8,329,067                       |
| Income from morabaha financing                           |      | 1,002,214                   | 946,152                         |
| Income from diminishing musharaka financing              |      | 20,095,805                  | 13,949,385                      |
| Revenue from Contract with Customers                     |      | 5,177,634                   | 6,698,165                       |
| Gain on disposal of fixed assets                         |      | -                           | 219,704                         |
| Other income   | 17   | 20,128,415                  | 3,012,695                       |
| Expenses   |      | 63,259,105                  | 33,155,168                      |
| Administrative expenses                                  | 18   | 17,396,604                  | 15,909,947                      |
| Finance cost   | 19   | 39,905,909                  | <u>29,206,643</u><br>45,116,590 |
| Operating loss before provision                          |      | 57,302,513                  | (11,961,422)                    |
|  |      | 5,950,595                   |                                 |
| Reversal for impairment of ijarah assets                 |      |                             | 18,955,522                      |
| Reversal / (provision) against ijarah rentals - net      |      | (59,400)                    | -                               |
|  |      | (59,400)                    | 18,955,522                      |
| Operating profit / (loss) after provision and impairment |      | 5,897,193                   | 6,994,100                       |
| Modaraba Company's management fee                        |      |                             |                                 |
|  |      | 5,897,193                   | 6,994,100                       |
| Taxation   | 20   | (1,002,523)                 | (896,226)                       |
| Profit / (loss) for the Period                           |      | 4,894,670                   | 6,097,874                       |
| Earnings per certificate - basic and diluted             | 21   | 0.14                        | 0.18                            |

The attached notes 1 to 29 form an integral part of these unconsolidated financial statements.

For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)

Director

Director

Chief Financial Officer

Chief Executive

Quarterly Accounts March 2022 / Page 20

# FIRST PUNJAB MODARABA CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2022

|  | Note | 31 March 2022<br>(Un-Audited)<br>Rupees | 31 March 2021<br>(Un-Audited)<br>Rupees |
|--|------|---|---|
| Profit / (loss) for the period                     |      | 4,894,670                               | 6,097,874                               |
| Other Comprehensive Income for the period          |      | -                                       | -                                       |
| Total comprehensive income / (loss) for the period |      | 4,894,670                               | 6,097,874                               |

The attached notes 1 to 29 form an integral part of these unconsolidated financial statements.

For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)

Chief Financial Officer

**Chief Executive** 

Director

Director

### FIRST PUNJAB MODARABA CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2022

|   |                        | Capital               | Reserve           | Revenue Reserve     |             |
|---|------------------------|-----------------------|-------------------|---------------------|-------------|
|   | Certificate<br>capital | Fair Value<br>reserve | Statutory reserve | Accumulated<br>loss | Total       |
|   |                        |                       | Rupees            |                     |             |
| Balance as at 01 Jan 2021   | 340,200,000            | 8,846,368             | 216,692,528       | (431,684,549)       | 134,054,347 |
| Profit / (Loss) for the Period  | -                      |                       | -                 | 6,097,874           | 6,097,874   |
| Other comprehensive income for the Period                                   | -                      |                       | -                 | -                   | -           |
| Total comprehensive loss for the Period                                     | -                      |                       | -                 | 6,097,874           | 6,097,874   |
| Balance as at 31 March 2021   | 340,200,000            | 8,846,368             | 216,692,528       | (425,586,675)       | 140,152,221 |
| Balance as at 01 Jan 2022   | 340,200,000            | 5,642,018             | 220,303,614       | (405,285,175)       | 160,860,457 |
| Profit / (Loss) for the Period<br>Other comprehensive income for the Period | :                      | -                     | :                 | 4,894,670           | 4,894,670   |
| Total comprehensive income for the Period                                   | -                      | L                     | -                 | 4,894,670           | 4,894,670   |
| Balance as at 31 March 2022   | 340,200,000            | 5,642,018             | 220,303,614       | (400,390,505)       | 165,755,127 |

The attached notes 1 to 29 form an integral part of these unconsolidated financial statements.

For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)

Chief Financial Officer

**Chief Executive** 

Director

Director

# FIRST PUNJAB MODARABA CONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2022

|  | Note | 31 March 2022<br>(Un-Audited)<br>Rupees | 31 March 2021<br>(Un-Audited)<br>Rupees |
|--|------|---|---|
| Cash flow from operating activities                      |      |   |   |
| Cash generated from operations                           | 27   | 48,444,328                              | 53,966,610                              |
| Profit paid on redeemable capital                        |      | (27,868,882)                            | (17,452,055)                            |
| Profit paid on musharikah finances                       |      | (9,663,939)                             | (12,243,455)                            |
| Taxes paid   |      | (2,593,387)                             | (271,381)                               |
|  |      | (40,126,208)                            | (29,966,891)                            |
| Net cash generated from / (used in) operating activities |      | 8,318,120                               | 23,999,719                              |
| Cash flow from investing activities                      |      |   |   |
| Proceeds from disposal of fixed assets                   |      |   | -                                       |
| Short Term Investment                                    |      |   | -                                       |
| Purchase of fixed assets in own use                      | 5.2  | (601,060)                               | (150,265)                               |
| Net cash generated from investing activities             |      | (601,060)                               | (150,265)                               |
| Cash flow from financing activities                      |      |   |   |
| Musharikah finances-net                                  | 13   | (131,100,952)                           | (59,524,149)                            |
| Redeemable capital-net                                   | 14   | 150,000,000                             | -                                       |
| Profit distributed among the certificate holders         |      | (4,103)                                 | (34,422)                                |
| Net cash generated from financing activities             |      | 18,894,945                              | (59,558,571)                            |
| Net (decrease) / increase in cash and cash equivalents   |      | 26,612,005                              | (35,709,117)                            |
| Cash and cash equivalents at the beginning of the period |      | 163,486,952                             | 69,445,617                              |
| Cash and cash equivalents at the end of the period       | 13   | 190,098,957                             | 33,736,500                              |

The attached notes 1 to 29 form an integral part of these unconsolidated financial statements.

For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)

Chief Financial Officer

Director

Chief Executive

# FIRST PUNJAB MODARABA CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE MONTHS ENDED MARCH 31, 2022

The Group and its Operations

1

The "Group" consists of:

| Parent                                      | Percentage of holding |           |  |  |  |
|---|-----------------------|-----------|--|--|--|
|   | 31-Mar-22             | 31-Dec-21 |  |  |  |
| First Punjab Modaraba                       |                       |           |  |  |  |
| Subsidiary Company                          |                       |           |  |  |  |
| Punjab Capital Securities (Private) Limited | 100%                  | 100%      |  |  |  |

First Punjab Modarba (the Modaraba) was formed under the Modaraba Companies and Modaraba (Flotation and Control) Ordinance, 1980 and rules framed there under and is managed by Punjab Modaraba Services (Private) Limited (wholly owned subsidiary of The Bank of Punjab), a company incorporated in Pakistan. The registered office of the Modaraba is situated at 3rd floor, National Tower, Egerton Road, Lahore. The Modaraba commenced its operations on 23 December 1992. The Modaraba is listed on Pakistan Stock Exchange.

The Modaraba is a perpetual and multi-dimensional Modaraba and is primarily engaged in the business of Ijarah, Musharikah and Morabaha financing, equity investment and other related businesses in accordance with the injunctions of Islam.

Modaraba has obtained approval of the Securities and Exchange Commission of Pakistan to undertake Building, Construction and Real Estate activity by insertion of a new clause for this purpose in prospectus of the Modaraba on 13 January 2021.

### **Punjab Capital Securities (Private) Limited**

The Punjab Capital Securities (Private) Limited ("the Company") is registered under the repealed Companies Ordinance, 1984 (which is replaced by Companies Act 2017) as a company limited by shares on the 29th day of November 2016. The Company is mainly engaged in business of brokerage services, portfolio management and consultancy services. The registered office of the Company is situated at Room No 319, 3" Floor, Lahore stock exchange (LSE) Building, Lahore.

## 1.1 Basis of Consolidation

The Group consolidated financial statements include the consolidated financial statements of the Modaraba and its subsidiary.

Subsidiary are fully consolidated from the date on which control is transferred to the Modaraba. They are deconsolidated from the date that control ceases. The consolidated financial statements of subsidiary have been consolidated on line by line basis. All significant inter-company transactions, balances, income and expenses on transactions between group companies are eliminated. Profits and losses resulting from inter-company transactions that are recognized in assets are also eliminated.

The Modaraba applies the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair values of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the Group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The Modaraba recognizes any non-controlling interest in the acquiree on an acquisition- by-acquisition basis, at the non-controlling interest's proportionate share of the recognized amounts of acquiree's identifiable net assets. The consolidated financial statements of the Modaraba and its subsidiary are prepared upto the same reporting date using consistent accounting policies.

Acquisition-related costs are expensed as incurred. If the business combination is achieved in stages, the acquisition date fair value of the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date through income statement.

Any contingent consideration to be transferred by the Modaraba is recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration that is deemed to be an asset or liability is recognized either in profit or loss or as a change to other comprehensive income. Contingent consideration that is classified as equity is not remeasured, and its subsequent settlement is accounted for within equity.

Goodwill, if any, is initially measured as the excess of the aggregate of the consideration transferred and the fair value of non-controlling interest over the net identifiable assets acquired and liabilities assumed. If this consideration is lower than the fair value of the net assets of the subsidiary acquired, the difference is recognized in income statement. After initial recognition, is measured at carrying value i.e. cost at the date of acquisition less any accumulated impairment.

Transactions with non-controlling interests that do not result in loss of control are accounted for as equity transactions – that is, as transactions with the owners in their capacity as owners. The difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

When the Modaraba ceases to have control any retained interest in the entity is re-measured to its fair value at the date when control is lost, with the change in carrying amount recognized in profit or loss. The fair value is the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognized in other comprehensive income in respect of that entity are accounted for as if the Modaraba had directly disposed of the related assets or liabilities. This may mean that amounts previously recognized in other comprehensive income are reclassified to profit or loss.

### **Non-controlling interest**

The Group applies a policy of treating transactions with non- controlling interests as transaction with parties external to the Group. Disposals of non-controlling interests results in gain and losses for the Group that are recorded in the profit and loss account.

1.1 In order to align financial year of the Modaraba with the parent bank; the Modaraba had sought required approval from Registrar Modaraba as well as Federal Board of Revenue during the period ended on December 31, 2021. Accordingly, these condensed financial statements for the period and First quarter ended on March 31, 2022 represent financial position and financial performance of the Modaraba for the first quarter of financial year 2022 whereas corresponding figures in condensed interim profit and loss account, statement of comprehensive income, statement of changes in equity and cash flow statement are being presented for the quarter ended March 31, 2021 (which was previously presented as third quarter ended on March 31, 2021 in the published interim financial statements) for the purpose of comparison purposes.

### 2 Management's Assessment of Going Concern

In assessing the going concern status of the Modaraba, management has carefully assessed number of factors covering the performance of the business, business prospects and appetite of majority shareholder to continue financial support. Based on the analysis of these, management is comfortable that the Modaraba will be able to continue as a going concern in the foreseeable future.

During the period ended 31 March 2022, the Group has made profit after tax of Rs. 4,894,669. The accumulated loss, net of reserves, as at 31 March 2022 amount to Rs. 179,951,669 (Dec 2021: Rs.184,846,338) which exceeds fifty percent of the total amount subscribed by the holders of the Modaraba Certificates. Further the current liabilities of the group exceed its current assets by Rs. 659,899,049 as at 31 March 2022.

In order to address going concern issue in terms of section 23 of the Modaraba Companies and Modarabas (Flotation and Control) Ordinance, 1980 (the Modaraba Ordinance), The Bank of Punjab (BOP) being the parent company of the Modaraba's Management Company' is providing enduring support and has confirmed that it shall continue to provide financial support to the Modaraba in order to mitigate liquidity risk. The Modaraba has obtained approval from the Securities & Exchange Commission of Pakistan dated 13 January 2021 to undertake Building, Construction and Real Estate activities. Accordingly, financial benefits shall be accrued in books of Modaraba in due course of time.

On the basis of support and the arrangements as outlined above and the business plan prepared by the management, the management is of the view that no material uncertainty exists related to events or conditions that, individually or collectively, may cast significant doubt on the entity's ability to continue as a going concern and the Modaraba shall be able to operate on going concern basis in the foreseeable future. Consequently, these financial statements have been prepared reflecting these assumptions.

### 3 Basis of preparations

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Such standards as applicable in Pakistan comprises of:

- International Financial Reporting Standards (IFRS Standards) issued by International Accounting Standards Board (IASB) as notified under Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017; and

- The requirements of Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas (hereinafter referred to as the relevant laws).

Where provisions and directives issued under Companies Act, 2017 and the relevant laws differ from IFRS Standards, the provisions and directives issued under Companies Act, 2017 and the relevant laws have been followed.

The SECP has issued directive (vide SRO 431 (I) / 2007 dated May 22, 2007) that Islamic Financial Accounting Standard 2 (IFAS 2) shall be followed in preparation of the financial statements by Companies and Modarabas while accounting for Lease Financing transactions as defined by the said standard. The Modaraba has adopted the said standard.

The SECP has deferred the applicability of IFRS-9 for Modarabas uptil June 30, 2022 via SRO 800(I) / 2021 dated June 22, 2021. However, the Modaraba had already adopted other requirements of IFRS 9 except for provision against Islamic financings. Therefore, the Modaraba has continued same practice during the current year as well. The provision against financing has been determined in accordance with requirement of the Prudential Regulations.

These financial statements are the separate financial statements of the Modaraba in which investments in subsidiary are accounted for on the basis of direct equity interest rather than on the basis of reported results. Consolidated financial statements are prepared separately.

### 4 Significant accounting estimates and judgments

The preparation of these unconsolidate condensed interim financial statements require management to make judgement, estimates and assumption that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. the significant judgement made by the management in applying the Modaraba's accounting policies and the key sources of estimation were the same as those that were applied to the financial statements for the period ended 31, December 2021.

| Tangible fixed assets              |                      |            |              |                        |                      |                          |                        |                        |                      |                            | ļ        | Note                   | Mar-22<br>Rupees         | Dec-21<br>Rupees         |
|------------------------------------|----------------------|------------|--------------|------------------------|----------------------|--------------------------|------------------------|------------------------|----------------------|----------------------------|----------|------------------------|--------------------------|--------------------------|
| ljarah assets<br>Assets in own use |                      |            |              |                        |                      |                          |                        |                        |                      |                            |          | 5.1<br>5.2             | 384,299,637<br>4,768,339 | 402,480,335<br>4,539,640 |
| liarah accote                      |                      |            |              |                        |                      |                          |                        |                        |                      |                            |          |                        | 389,067,976              | 407,019,975              |
|                                    |                      |            |              |                        |                      | 31-0:                    | 31-03-2022 (UN-AUDITED | ED)                    |                      |                            |          |                        |                          |                          |
|                                    |                      | COST       | ST .         |                        |                      | DEPRECIATION             | ATION                  |                        |                      | IMPAIRMENT                 | MENT     |                        | NET BOOK<br>VALUE        |                          |
| Description                        | As at<br>1 Jan 2022  | Additions  | Transfer     | As at<br>31 March 2022 | As at<br>1 Jan 2022  | Charge<br>for the Period | Transfer               | As at<br>31 March 2022 | As at<br>1 Jan 2022  | Reversal<br>for the Period | Transfer | As at<br>31 March 2022 | As at<br>31 March 2022   | Depreciation<br>Rate     |
|                                    |                      |            |              |                        |                      |                          | (Rupees)               |                        |                      |                            |          |                        |                          | %                        |
| Plant and machinery                | 391,590,463          | •          | •            | 391,590,463            | 304,154,573          | 2,452,933                | •                      | 306,607,506            | 15,593,102           |                            | •        | 15,593,102             | 69,389,855               | As per term              |
| Vehicle                            | 432,937,429          | •          | •            | 432,937,429            | 172,178,057          | 16,444,484               | •                      | 188,622,541            | 1,104,397            |                            | •        | 1,104,397              | 243,210,491              | As per term              |
| Cessna aircraft                    | 13,552,604           | •          | •            | 13,552,604             | 13,552,604           | •                        | •                      | 13,552,604             | •                    | ł                          | •        | •                      | •                        | As per term              |
| Consumer products                  | 133,893,279          | 13,014,000 | •            | 146,907,279            | 62,910,707           | 12,297,281               | •                      | 75,207,988             | •                    | ł                          | •        | •                      | 71,699,291               | As per term              |
|                                    | 971,973,775          | 13,014,000 | .            | 984,987,775            | 552,795,941          | 31,194,698               |                        | 583,990,639            | 16,697,499           | •                          | •        | 16,697,499             | 384,299,637              |                          |
|                                    |                      |            |              |                        |                      | 31-                      | 31-12-2021 (AUDITED)   | D)                     |                      |                            |          |                        |                          |                          |
| -                                  |                      | COST       | 31           |                        |                      | DEPRECIATION             | ATION                  |                        |                      | IMPAIRMENT                 | MENT     |                        | NET BOOK<br>VALUE        |                          |
| Description                        | As at<br>1 July 2021 | Additions  | Transfer     | As at<br>31 Dec 2021   | As at<br>1 July 2021 | Charge<br>for the Period | Transfer               | As at<br>31 Dec 2021   | As at<br>1 July 2021 | Reversal<br>for the Period | Transfer | As at<br>31 Dec 2021   | As at<br>31 Dec 2021     | Depreciation<br>Rate     |
|                                    |                      |            |              |                        |                      |                          | (Rupees)               |                        |                      |                            |          |                        |                          | %                        |
| Plant and machinery                | 461,728,567          | 1,011,900  | (71,150,004) | 391,590,463            | 360,791,275          | 5,325,238                | (61,961,940)           | 304,154,573            | 15,593,102           | I                          | I        | 15,593,102             | 71,842,788               | As per term              |
| Vehicle                            | 442,297,959          | 2,805,000  | (12,165,530) | 432,937,429            | 144,735,913          | 37,292,202               | (9,850,058)            | 172,178,057            | 1,104,397            |                            | ı        | 1,104,397              | 259,654,975              | As per term              |
| Cessna aircraft                    | 13,552,604           |            | ı            | 13,552,604             | 13,552,604           |                          | •                      | 13,552,604             | ·                    |                            | ı        |                        | •                        | As per term              |
| Consumer products                  | 113,774,738          | 32,005,500 | (11,886,959) | 133,893,279            | 45,136,926           | 24,908,139               | (7,134,358)            | 62,910,707             | ·                    |                            | ·        | •                      | 70,982,572               | As per term              |
|                                    | 1,031,353,868        | 35,822,400 | (95,202,493) | 971,973,775            | 564,216,718          | 67,525,579               | (78,946,356)           | 552,795,941            | 16,697,499           |                            |          | 16,697,499             | 402,480,335              |                          |
|                                    | 4                    | -          |              |                        |                      | -                        |                        |                        |                      |                            |          |                        |                          |                          |

5.1

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5.1.1 Transfers represent the assets disposed through negotiation after expiny / termination of Ijarah. However, in view of large number of disposals, detail of each disposal has not been given.

5.1.2 The Gross Carrying amount (cost) of fully depreciated assets that are still in use amounts to Rs. 342,447,098. (31 Dec 2021 : Rs. 342,447,098).

5.1.3 No impairment is reversed on the basis of recovery made from classified party and in accordance with Prudential regulations issued by Securities and Exchange Commission of Pakistan.

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|                      |                      |           |          |                      | 31-03-2022 (         | 31-03-2022 (UN-AUDITED)  |          |                      |                      |                      |
|----------------------|----------------------|-----------|----------|----------------------|----------------------|--------------------------|----------|----------------------|----------------------|----------------------|
|                      |                      | COST      | ST       |                      |                      | DEPRECIATION             | IATION   |                      | NBV                  |                      |
| Description          | As at<br>1 Jan 2022  | Additions | Disposal | As at<br>31 Mar 2022 | As at<br>1 Jan 2022  | Charge<br>for the Period | Disposal | As at<br>31 Mar 2022 | As at<br>31 Mar 2022 | Depreciation<br>Rate |
|                      |                      |           |          | (Rupees)             |                      |                          |          |                      |                      |                      |
| Office Equipment     | 5,042,797            | 553,900   | •        | 5,596,697            | 2,694,343            | 159,655                  |          | 2,853,998            | 2,742,699            | 15% & 30%            |
| Furniture & Fixtures | 2,947,985            | 40,660    |          | 2,988,645            | 1,932,497            | 72,401                   |          | 2,004,898            | 983,747              | 15%                  |
| Vehicles             | 2,450,800            | ·         | •        | 2,450,800            | 1,519,803            | 120,931                  | ·        | 1,640,734            | 810,066              | 20%                  |
| Computer Products    | 1,240,980            | 6,500     |          | 1,247,480            | 996,279              | 19,373                   |          | 1,015,652            | 231,828              | 20%                  |
|                      | 11,682,562           | 601,060   |          | 12,283,622           | 7,142,922            | 372,360                  |          | 7,515,282            | 4,768,339            |                      |
|                      |                      |           |          |                      | 31-12-202            | 31-12-2021 (AUDITED)     |          |                      |                      |                      |
|                      |                      | COST      | ST       |                      |                      | DEPRECIATION             | IATION   |                      | NBV                  |                      |
| Description          | As at<br>1 July 2021 | Additions | Disposal | As at<br>31 Dec 2021 | As at<br>1 July 2021 | Charge<br>for the Year   | Disposal | As at<br>31 Dec 2021 | As at<br>31 Dec 2021 | Depreciation<br>Rate |
|                      |                      |           |          |                      | (R                   | (Rupees)                 |          |                      |                      |                      |
| Office Equipment     | 3,682,747            | 1,360,050 | ·        | 5,042,797            | 2,644,954            | 49,389                   | ı        | 2,694,343            | 2,348,454            | 15% & 30%            |
| Furniture & Fixtures | 2,947,985            | ı         | ı        | 2,947,985            | 1,777,753            | 154,744                  | ı        | 1,932,497            | 1,015,488            | 15%                  |
| Vehicles             | 2,259,300            | 191,500   | ·        | 2,450,800            | 921,653              | 598,150                  | I        | 1,519,803            | 930,997              | 20%                  |
| Computer Products    | 1,212,980            | 28,000    | ·        | 1,240,980            | 958,041              | 38,238                   | ·        | 996,279              | 244,701              | 20%                  |
|                      | 10,103,012           | 1,579,550 |          | 11,682,562           | 6,302,401            | 840,521                  | -        | 7,142,922            | 4,539,640            |                      |

Assets in own use

5.2

5.2.1 The Gross Carrying amount (cost) of fully depreciated assets that are still in use amounts to Rs. 2,040,971 (31 Dec 2021 : Rs. 2,040,971). 5.2.2 The Gross Carrying amount (cost) of assets disposed off during the year amounts to Rs. Nil. (31 Dec 2021 : Nil).

First Punjab Modaraba

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# First Punjab Modaraba

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|    |  | Note                | 31-Mar-22<br>Un-Audited      | 31-Dec-21<br>Audited         |
|----|--|---------------------|------------------------------|------------------------------|
| 6  | Intangible Assets  |                     | Rupees                       | Rupees                       |
|    | LSE room   | 6.1                 | 4,265,726                    | 4,265,726                    |
|    | Trading right entitlement certificate (TREC)                                 | 6.2                 | 2,500,000                    | 2,500,000                    |
|    |  |                     | 6,765,726                    | 6,765,726                    |
| 7  | Long term musharikah investment - secured                                    |                     |                              |                              |
|    | Long term musharikah investment  |                     | 758,099,177                  | 713,092,641                  |
|    | Less: Current portion of long term musharikah ir                             | nvestment <b>10</b> | (438,391,618)                | (423,391,618)                |
|    |  |                     | 319,707,559                  | 289,701,023                  |
| 8  | Long term morabaha investment - secured                                      |                     |                              |                              |
|    | Long term morabaha investment  |                     | 8,800,000                    | 8,800,000                    |
|    | Add: Unearned morabaha income  |                     | <u>-</u><br>8,800,000        | - 8,800,000                  |
|    | Less: Current portion of long term morabaha inv                              | vestment <b>10</b>  | (8,800,000)                  | (8,800,000)                  |
|    | Less. Current portion of long term morabana inv                              |                     | (8,800,000)                  | - (8,800,000)                |
|    | Less: Current portion of unearned morabaha inc                               | come 10             |                              | -                            |
|    |  |                     | <u> </u>                     | -                            |
| 9  | Short term morabaha investment-secured                                       |                     |                              |                              |
|    | Short term morabaha Investment   |                     | 432,477,568                  | 420,894,235                  |
|    | Add: Unearned morabaha income  |                     | 6,491,301                    | 4,556,295                    |
|    |  |                     | 438,968,869                  | 425,450,530                  |
|    | Less: Provision for doubtful morabaha inv                                    | vestment            | (214,253,879)                | (214,253,879)                |
|    |  |                     | 224,714,990                  | 211,196,651                  |
| 10 | Current maturity of long term investment                                     |                     |                              |                              |
|    | Current portion of long term musharikah investn                              |                     | 438,391,618                  | 423,391,618                  |
|    | Less: Provision against musharika invest                                     | ment                | (26,392,919)<br>411,998,699  | (26,392,919)<br>396,998,699  |
|    | Current portion of long term morabaha investme                               | ent <b>8</b>        | 8,800,000                    | 8,800,000                    |
|    | Add: Unearned morabaha income<br>Less: Provision against morabaha invest     | 8<br>ment           | _<br>(8,800,000)             | _<br>(8,800,000)             |
|    |  | ment                | - (8,800,000)                | - (8,800,800)                |
|    |  |                     | 411,998,699                  | 396,998,699                  |
| 11 | ljarah rental receivables  |                     |                              |                              |
|    | ljarah rental receivable<br>Less: Provision against ijarah rental receivable |                     | 315,683,464<br>(116,212,387) | 324,385,447<br>(124,026,374) |
|    | Less. I Tovision against ijarari tetital teteivable                          |                     |                              |                              |
|    |  |                     | 199,471,077                  | 200,359,073                  |

# First Punjab Modaraba

| 12 | Advances, deposits, prepayments and other receivables | Note | 31-Mar-22<br>Un-Audited<br>Rupees | 31-Dec-21<br>Audited<br>Rupees |
|----|---|------|-----------------------------------|--------------------------------|
|    | Profit receivable                                     |      |                                   | . apooo                        |
|    | - Morabaha investment                                 |      | 4,954,437                         | 732,319                        |
|    | - Musharikah investment                               |      | 9,627,847                         | 13,728,953                     |
|    |   |      | 14,582,284                        | 14,461,272                     |
|    | Prepayments   |      | 6,411,343                         | 4,530,524                      |
|    | Advances  |      | 4,136,515                         | 3,170,704                      |
|    | Advances to Suppliers                                 |      | 769,150                           | 797,140                        |
|    | Security Deposit                                      |      | 7,900,000                         | 29,917,196                     |
|    | Non-banking assets                                    |      | 6,141,250                         | 8,391,250                      |
|    | Accrued Mark up on Margin Financing                   |      | 918,293                           | 123,164                        |
|    | Other receivables                                     |      | 105,219,200                       | 120,969,152                    |
|    |   |      | 146,078,035                       | 182,360,401                    |
|    | Less: Provision for other receivables                 |      | (11,128,292)                      | (11,128,292)                   |
|    |   |      | 134,949,743                       | 171,232,110                    |
| 13 | Long term musharikah finance secured                  |      |                                   |                                |
|    | Opening balance                                       |      | 131,100,952                       | 535,128,774                    |
|    | Additions during the year                             |      | -                                 | 2,038,378,738                  |
|    | Less: Paid during the year                            |      | (131,100,952)                     | (2,442,406,560)                |
|    |   |      | (131,100,952)                     | (404,027,822)                  |
|    |   |      | <u> </u>                          | 131,100,952                    |
|    |   |      |                                   |                                |
| 14 | Redeemable capital - participatory and unsecured      |      |                                   |                                |
|    | Opening balance                                       |      | 1,603,000,000                     | 1,014,101,593                  |
|    | Add: Issued during the year                           |      | 150,000,000                       | 600,000,000                    |
|    | Add: Re- issued during the year                       |      | 1,600,000,000                     | 1,000,000,000                  |
|    | Less: Redeemed during the year                        |      | (1,600,000,000)                   | (1,011,101,593)                |
|    |   |      | 150,000,000                       | 588,898,407                    |
|    | Closing balance                                       |      | 1,753,000,000                     | 1,603,000,000                  |
| 15 | Profit payable  |      |                                   |                                |
|    | Musharikah finance                                    |      | -                                 | 9,463,234                      |
|    | Redeemable capital                                    |      | 25,234,427                        | 13,401,730                     |
|    |   |      | 25,234,427                        | 22,864,964                     |
| 16 | Contingencies and commitments                         |      |                                   |                                |

### Contingencies 16.1

There are no significant changes in contingent liabilities since the last published financial statement as at December 31,

#### 16.2 Commitments

16.2.1 There is no Commitments approved but not disbursed on balance sheet due date. (Dec 2021 : Rs. 138.38 Million)



| ba | A Wholly Owned Subsidiary of<br>The Bank of Punjab |
|----|--|
|    |  |
|    |  |

| 17         Other income         3,558,116         1,032,095           Margin Finance Income         67,162         506,037         506,037           Processing fee         300,044         308,421         500,034         308,421           Dividend Income         532,981         500,037         500,037         500,037         500,037         500,034         308,421           Dividend Income         532,981         500,037         500,037         500,037         500,037         500,037         500,037         500,034         308,421         500,034         308,421         500,034         308,421         500,034         308,421         500,034         308,421         500,034         308,421         500,034         308,421         500,034         308,421         500,034         308,500         52,523         500,034         308,500         52,5245         348,500         52,5245         348,590         52,5245         348,590         52,5245         348,590         52,5245         348,590         52,5245         348,590         52,5245         348,590         52,5245         348,590         52,5245         348,590         52,5245         348,590         52,5245         348,590         52,5245         348,590         52,52,455         346,570         745,57   |    |  | Note | 31-Mar-22<br>Un-Audited<br>Rupees | 31-Mar-21<br>Un-Audited<br>Rupees |
|---|----|--|------|-----------------------------------|-----------------------------------|
| Margin Finance Income         67,162         -           Return on Exposure deposit with PSX         506,037         -           Processing fee         300,304         308,421           Dividend Income         62,2961         59,0783           Gain on settlement of musharikah         1,008,113         -           Miscellaneous income         224,115         47,623           Income roceivable on MF         379,350         -           Rebate income from Takaful         35,255,200         -           20,128,415         3,012,695         -           18         Administrative expenses         -         -           Salaries and benefits         12,104,351         8,250,100           Traveling and conveyance         26,3714         45,823           Depreciation - owned asset         5.2         43,695         421,369           Amonitization of Intangible Assets         -         -         -         -           Legal and professional         240,620         9,126         -         -           Primting and stationary         252,5245         348,590         -         -           Printing and stationary         252,545         348,590         -         -           Insurance <th>17</th> <th>Other income</th> <th></th> <th></th> <th></th>  | 17 | Other income                                     |      |                                   |                                   |
| Processing fee         300,304         308,421           Dividend Income         632,981         590,783           Gain on settlement of musharikah         1,008,153           Gain on settlement of musharikah         1,008,153           Gain on settlement of musharikah         1,008,153           Miscellaneous income         224,115           Income receivable on MF         379,350           Rebate income from Takaful         379,350           20,128,415         3,012,695           18         Administrative expenses           Salaries and benefits         12,104,351         8,250,100           Traveling and conveyance         5,2         436,995         421,365           Amorization of intanglible Assets         5,2         436,995         421,365           Amorization of intanglible Assets         240,620         9,126         9,126           Printing and stationary         255,245         348,500         -           Insurance         49,650         -         -           Fee and subscription         784,527         48,260         -           PSX, clearing house and CDC charges, etc.         259,704         249,707         38,260           Vehicle running and maintenance         149,407         38,260 </td <td></td> <td>Profit on bank deposits<br/>Margin Finance Income</td> <td></td> <td>67,162</td> <td>1,032,095</td> |    | Profit on bank deposits<br>Margin Finance Income |      | 67,162                            | 1,032,095                         |
| Dividend income         633 00 settlement of mushankah         1,008,153           Gain on settlement of mushankah         1,4,424,700         -           Miscellaneous income         224,115         47,623           Income receivable on MF         33,5650         22,620           Rebate income from Takaful         35,650         22,620           20,128,415         3,012,695           18         Administrative expenses         5,2         439,984         421,369           Amortization of Intangible Assets         5,2         439,984         421,369           Amortization of Intangible Assets         5,2         439,984         421,369           Amortization of Intangible Assets         -         900,822         126,963         -           Fee and subscription         784,527         48,925         -         900,822           Repair and maintenance         149,407         32,260         -           Power and utilities         240,620         9,126         -           Power and utilities         449,407         32,825         -         900,822           Leagin and professional         240,620         9,126         -         -           Printing and stationary         255,245         344,850         - </td <td></td> <td></td> <td></td> <td></td> <td>308.421</td>   |    |  |      |                                   | 308.421                           |
| Gain on settlement of morabaha         14,424,700            Miscellaneous income receivable on MF         379,350         -           Rebate income from Takaful         35,650         25,520           20,128,415         3,012,695         -           18         Administrative expenses         -         63,714         45,823           Depreciation - owned asset         5.2         436,985         421,369           Depreciation - owned asset         5.2         436,985         421,369           Ammitzation of Intangible Assets         -         900,822         19,002,523         9,165           Legal and professional         240,620         9,126         -         900,822           Legal and professional         240,620         9,126         -         -           Printing and stationary         255,245         348,590         -   |    | ÷  |      |                                   |                                   |
| Miscellaneous income<br>Income receivable on MF         224,115         47,623           Rebate income from Takaful         379,350         25,620           20.128,415         3.012,695           18         Administrative expenses         12,104,351         8,250,100           Traveling and conveyance         5.2         438,985         421,369           Depreciation - owned asset         5.2         438,985         421,369           Printing and stationary         246,620         9,126           Printing and stationary         246,620         9,126           Printing and stationary         249,650         -           Pres and subscription         784,527         438,930           Power and utilities         200,704         48,650           Power and utilities         240,620         9,126           Repair and maintenance         268,733         168,700           PSX, clearing house and CDC charges, etc.         259,704         240,627           Vehicle running and maintenance         204,533         57,149           Advertisement         50,635         -7,11           Telephone and postage         221,612         235,711           Corporate expenses         10,030         134,926           Rent r  |    |  |      | -                                 | 1,008,153                         |
| Income receivable on MF         379,350         35,650         25,620           20,128,415         3,012,695         30,12,695         30,12,695         30,12,695           18         Administrative expenses         12,104,351         8,250,100         379,350         20,022,21,28,415         30,012,695           18         Administrative expenses         12,104,351         8,250,100         70,000,822         Legal and professional         240,620         9,126         900,822         Legal and professional         900,822         Legal and professional         900,823         122,143,930         900,823         126,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,126         91,127         91,333         91,127         91                |    |  |      |                                   | -                                 |
| Rebate income from Takaful         35,650         25,620           20,128,415         3,012,695           18         Administrative expenses           Salaries and benefits         12,104,351         8,250,100           Traveling and conveyance         63,714         45,823           Depreciation - owned assets         5.2         436,985         421,369           Amortization of Intangible Assets         -         900,822         9,128           Legal and professional         240,620         9,128         -           Printing and stationary         225,245         348,590         -           Insurance         49,650         -         -         -           Fee and subscription         784,527         48,925         -         -         900,822           Power and utilities         204,533         57,149         -         -         -         -         900,822         -   |    |  |      |                                   | 47,623                            |
| 18       Administrative expenses         Salaries and benefits       12,104,351       8,250,100         Traveling and conveyance       63,714       45,823         Depreciation - owned asset       5.2       436,985       421,369         Amortization of Intangible Assets       900,822       Legal and professional       240,620       9,126         Legal and professional       240,620       9,126       346,590       1       1         Printing and stationary       255,245       346,590       1       <   |    |  |      |                                   | 25,620                            |
| 18       Administrative expenses         Salaries and benefits       12,104,351       8,250,100         Traveling and conveyance       63,714       45,823         Depreciation - owned asset       5.2       436,985       421,369         Amortization of Intangible Assets       900,822       Legal and professional       240,620       9,126         Legal and professional       240,620       9,126       346,590       1       1         Printing and stationary       255,245       346,590       1       <   |    |  |      | 20 128 415                        | 3 012 695                         |
| Salaries and benefits       12,104,351       8,250,100         Traveling and conveyance       63,714       45,823         Depreciation - owned asset       5.2       436,985       421,369         Amortization of Intangible Assets       900,822       900,822       900,822         Legal and professional       240,620       9,126         Printing and stationary       255,245       348,590         Insurance       49,650       -         Printing and stationary       255,245       348,590         Insurance       49,650       -         Printing and stationary       255,245       348,590         Insurance       49,650       -         Repair and maintenance       689,733       168,700         PSX, clearing house and CDC charges, etc.       259,704       38,260         Power and Utilites       404,972       21,733         Entertainment expenses       204,533       57,149         Advertisement       50,635       -         Telephone and postage       221,612       235,711         Corporate expenses       110,030       134,926         Miscellaneous expenses       1,222,854       49,488         Miscellaneous expenses       33,515       26,1   |    |  |      | 20,120,410                        | 0,012,000                         |
| Traveling and conveyance       63,714       45,823         Depreciation - owned asset       5.2       436,985       421,369         Amortization of Intangible Assets       900,822       Legal and professional       240,620       9,126         Printing and stationary       225,245       3348,580       -       900,822         Insurance       49,650       -       -         Fee and subscription       784,527       48,925         Repair and maintenance       689,733       168,700         PSX, clearing house and CDC charges, etc.       259,704         Vehicle running and maintenance       149,407       38,260         Power and utilities       204,533       57,149         Advertisement       50,635       -         Telephone and postage       221,612       235,711         Corporate expenses       110,030       134,926         Rent rates and taxes       94,517       3,925         Selling and marketing expenses       1,222,854       49,4938         Miscellaneous expenses       1,222,854       49,493         Miscellaneous expenses       33,515       26,135         17,396,604       10,760,782       11,672,348         Financial charges on musharikah       200,705<   | 18 | Administrative expenses                          |      |                                   |                                   |
| Depreciation - owned asset         5.2         436,985         421,369           Amoritzation of Intangible Assets         900,822         900,822         900,822           Legal and professional         240,620         9,126           Printing and stationary         255,245         348,590           Insurance         49,650         -           Fee and subscription         784,527         48,925           Repair and maintenance         689,733         168,700           PSX, clearing house and CDC charges, etc.         259,704         -           Vehicle running and maintenance         149,407         38,260           Power and utilities         204,533         57,149           Advertisement         50,635         -           Telephone and postage         221,612         235,711           Corporate expenses         94,517         3,925           Selling and marketing expenses         110,030         134,926           Miscellaneous expenses         53,515         26,135           17.396,604         10,760,782         10,760,782           19         Financial charges on musharikah         200,705         11,672,348           Financial charges on redeemable capital         39,701,579         17,508,771 <th></th> <th></th> <th></th> <th>12,104,351</th> <th></th>   |    |  |      | 12,104,351                        |                                   |
| Amortization of Intangible Assets       900,822         Legal and professional       240,620       9,126         Printing and stationary       255,245       348,590         Insurance       49,650       -         Fee and subscription       784,527       48,925         Repair and maintenance       689,733       168,700         PSX, clearing house and CDC charges, etc.       259,704       -         Vehicle running and maintenance       149,407       38,260         Power and utilities       204,533       57,149         Advertisement       50,635       -         Telephone and postage       221,612       235,711         Corporate expenses       110,030       134,926         Rent rates and taxes       94,517       3.925         Selling and marketing expenses       1,222,854       49,488         Miscellaneous expenses       1,222,854       49,488         Miscellaneous expenses       33,515       26,135         19       Financial charges on musharikah       200,705       11,672,348         Financial charges on redeemable capital       39,701,579       17,508,771         Bank charges       3,625       23,744       39,905,909         29,204,903       29,   |    |  |      |                                   |                                   |
| Legal and professional         240,620         9,126           Printing and stationary         255,245         348,590           Insurance         49,650         -           Fee and subscription         784,527         48,925           Repair and maintenance         689,733         168,700           PSX, clearing house and CDC charges, etc.         259,704         -           Vehicle running and maintenance         149,407         38,260           Power and utilities         404,972         21,733           Entertainment expenses         204,533         57,1149           Advertisement         50,635         -           Telephone and postage         221,612         235,711           Corporate expenses         110,030         134,926           Rent rates and taxes         94,517         3.925           Selling and marketing expenses         1,222,854         49,488           Miscellaneous expenses         53,515         26,135           17,396,604         10,760,782         10,760,782           19         Financial charges on musharikah         200,705         11,672,348           Financial charges on redeemable capital         39,701,579         17,508,771           Bank charges         3,625 <th></th> <th>•</th> <th>5.2</th> <th>436,985</th> <th></th>   |    | •  | 5.2  | 436,985                           |                                   |
| Printing and stationary<br>Insurance         255,245         348,590           Insurance         49,650         -           Fee and subscription         784,527         48,925           Repair and maintenance         689,733         168,700           PSX, clearing house and CDC charges, etc.         259,704         -           Vehicle running and maintenance         149,407         38,260           Power and utilities         404,972         21,733           Entertainment expenses         204,533         57,149           Advertisement         50,635         -           Telephone and postage         221,612         235,711           Corporate expenses         110,030         134,926           Rent rates and taxes         94,517         3,925           Selling and marketing expenses         1,222,854         49,488           Miscellaneous expenses         1,222,854         49,488           Miscellaneous expenses         53,515         26,135           17,396,604         10,760,782         11,672,348           Financial charges on musharikah         200,705         11,672,348           Financial charges on redeemable capital         39,701,579         17,508,771           Bank charges         3,625  |    |  |      | 240.620                           | · · · · ·                         |
| Insurance         49,650         -           Fee and subscription         784,527         48,925           Repair and maintenance         689,733         168,700           PSX, clearing house and CDC charges, etc.         259,704         Vehicle running and maintenance         149,407         38,260           Power and utilities         404,972         21,733         Entertainment expenses         204,533         57,149           Advertisement         50,635         -         1         7         3,925           Rent rates and taxes         94,517         3,925         Selling and marketing expenses         1,222,854         49,488           Miscellaneous expenses         1,222,854         49,488         10,760,782         10,760,782           19         Financial charges on musharikah         200,705         11,672,348         39,701,579         17,508,771           Bank charges         3,625         2,3,784         39,905,909         29,204,903           20         Taxation         1,002,523         896,226         Deferred           - Relating to origination and reversal of temporary differences         -         -         -  |    |  |      |                                   |                                   |
| Repair and maintenance         689,733         168,700           PSX, clearing house and CDC charges, etc.         259,704         259,704           Vehicle running and maintenance         149,407         38,260           Power and utilities         404,972         21,733           Entertainment expenses         204,533         57,149           Advertisement         50,635         -           Telephone and postage         221,612         235,711           Corporate expenses         110,030         134,926           Rent rates and taxes         94,517         3,925           Selling and marketing expenses         1,222,854         49,488           Miscellaneous expenses         1,222,854         49,488           Miscellaneous expenses         53,515         26,135           17,396,604         10,760,782         10,760,782           19         Financial charges on musharikah         200,705         11,672,348           Financial charges on redeemable capital         39,701,579         17,508,771           Bank charges         3,625         2,374           39,905,909         29,204,903         39,905,909         29,204,903           20         Taxation         1,002,523         896,226   |    | Insurance  |      |                                   | -                                 |
| PSX, clearing house and CDC charges, etc.       259,704         Vehicle running and maintenance       149,407       38,260         Power and utilities       404,972       21,733         Entertainment expenses       204,533       57,149         Advertisement       50,635       -         Telephone and postage       221,612       235,711         Corporate expenses       110,030       134,926         Rent rates and taxes       94,517       3,925         Selling and marketing expenses       1,222,854       49,488         Miscellaneous expenses       1,222,854       49,488         Miscellaneous expenses       53,515       26,135         19       Financial charges on musharikah       200,705       11,672,348         Financial charges on redeemable capital       39,701,579       17,508,771         Bank charges       3,625       23,784         39,905,909       29,204,903       200,705       11,672,348         20       Taxation       39,905,909       29,204,903         20       Taxation       1,002,523       896,226         Deferred       -       -       -         - Relating to origination and reversal of temporary differences       -       -    <   |    |  |      |                                   |                                   |
| Vehicle running and maintenance         149,407         38,260           Power and utilities         404,972         21,733           Entertainment expenses         204,533         57,149           Advertisement         50,635         -           Telephone and postage         221,612         235,711           Corporate expenses         110,030         134,926           Rent rates and taxes         94,517         3,925           Selling and marketing expenses         1,222,854         49,488           Miscellaneous expenses         53,515         26,135           17,396,604         10,760,782           19         Financial charges on musharikah         200,705         11,672,348           Financial charges on redeemable capital         39,701,579         17,508,771           Bank charges         3,625         23,784           39,905,909         29,204,903         29,204,903           20         Taxation         1,002,523         896,226           Deferred         -         -         -           - Relating to origination and reversal of temporary differences         -         -  |    | •  |      | •                                 | 168,700                           |
| Power and utilities         404,972         21,733           Entertainment expenses         204,533         57,149           Advertisement         50,635         -           Telephone and postage         221,612         235,711           Corporate expenses         110,030         134,926           Rent rates and taxes         94,517         3,925           Selling and marketing expenses         1,222,854         49,488           Miscellaneous expenses         1,222,854         49,488           Miscellaneous expenses         53,515         26,135           17,396,604         10,760,782         10,760,782           Prinance cost           Financial charges on musharikah         200,705         11,672,348           Financial charges on redeemable capital         39,701,579         17,508,771           Bank charges         3,625         23,784           39,905,909         29,204,903         29,204,903           20         Taxation         1,002,523         896,226           Deferred         -         -         -           - Relating to origination and reversal of temporary differences         -         -   |    |  |      | -                                 | 38.260                            |
| Advertisement       50,635       -         Telephone and postage       221,612       235,711         Corporate expenses       110,030       134,926         Rent rates and taxes       94,517       3,925         Selling and marketing expenses       1,222,854       49,488         Miscellaneous expenses       1,222,854       49,488         Miscellaneous expenses       53,515       26,135         17,396,604       10,760,782         19       Financial charges on musharikah       200,705       11,672,348         Financial charges on redeemable capital       39,701,579       17,508,771         Bank charges       3,625       23,784         39,905,909       29,204,903         20       Taxation       1,002,523       896,226         Current Tax       - Current year       1,002,523       896,226         Deferred       -       -       -       -  |    | -  |      |                                   |                                   |
| Telephone and postage<br>Corporate expenses221,612<br>235,711<br>110,030235,711<br>134,926<br>94,517Rent rates and taxes<br>Selling and marketing expenses94,517<br>3,925<br>3,9253,925<br>3,925Selling and marketing expenses1,222,854<br>3,51549,488<br>26,135Miscellaneous expenses17,396,604<br>10,760,78210,760,78219Finance cost200,705<br>11,672,348<br>39,701,579<br>17,508,771<br>17,508,771<br>3,625<br>39,905,909<br>29,204,90311,672,348<br>39,701,579<br>29,204,90320Taxation<br>  |    |  |      |                                   | 57,149                            |
| Corporate expenses         110,030         134,926           Rent rates and taxes         94,517         3,925           Selling and marketing expenses         1,222,854         49,488           Miscellaneous expenses         17,396,604         10,760,782           19         Finance cost         116,72,348           Financial charges on musharikah         200,705         11,672,348           Financial charges on redeemable capital         39,701,579         17,508,771           Bank charges         3,625         23,784           39,905,909         29,204,903         29,204,903           20         Taxation         1,002,523         896,226           Oeferred         -         -         -   |    |  |      |                                   | -                                 |
| Rent rates and taxes94,5173,925Selling and marketing expenses1,222,85449,488Miscellaneous expenses10,760,78219Finance costFinancial charges on musharikah200,70511,672,348Financial charges on redeemable capital39,701,57917,508,771Bank charges3,62523,78439,905,90929,204,90320Taxation1,002,523896,226Deferred  |    |  |      |                                   |                                   |
| Selling and marketing expenses1,222,85449,488Miscellaneous expenses26,13517,396,60410,760,78219Financia charges on musharikah200,705Financial charges on redeemable capital39,701,579Bank charges3,62523,78439,905,90929,204,90320Taxation39,905,909Current Tax<br>- Current year1,002,523Belating to origination and reversal of temporary differences-  |    |  |      | •                                 |                                   |
| 19Finance costFinancial charges on musharikah<br>Financial charges on redeemable capital<br>Bank charges200,705<br>39,701,579<br>17,508,771<br>3,625<br>23,784<br>39,905,90920Taxation<br>Current Tax<br>- Current year<br>Deferred<br>- Relating to origination and reversal of temporary differences1,002,523<br>-  |    | Selling and marketing expenses                   |      |                                   |                                   |
| 19       Finance cost         Financial charges on musharikah       200,705       11,672,348         Financial charges on redeemable capital       39,701,579       17,508,771         Bank charges       3,625       23,784         39,905,909       29,204,903         20       Taxation         Current Tax       - Current year         0       Taxation         0       Financial comparison of temporary differences         1,002,523       896,226         0       Deferred         - Relating to origination and reversal of temporary differences       -   |    | Miscellaneous expenses                           |      | 53,515                            | 26,135                            |
| Financial charges on musharikah<br>Financial charges on redeemable capital<br>Bank charges200,705<br>39,701,579<br>3,625<br>39,905,90911,672,348<br>23,784<br>39,701,579<br>3,625<br>23,784<br>39,905,90920Taxation<br>Current Tax<br>- Current year3,625<br>29,204,90329,204,903<br>29,204,90320Faxation<br>Current Tax<br>- Current year1,002,523<br>896,226896,226<br>   |    |  |      | 17,396,604                        | 10,760,782                        |
| Financial charges on redeemable capital<br>Bank charges 39,701,579 17,508,771<br>3,625 23,784<br>39,905,909 29,204,903<br>20 Taxation<br>Current Tax<br>- Current year<br>Deferred<br>- Relating to origination and reversal of temporary differences   | 19 | Finance cost                                     |      |                                   |                                   |
| Bank charges 3,625 23,784<br>39,905,909 29,204,903<br>20 Taxation<br>Current Tax<br>- Current year<br>Deferred<br>- Relating to origination and reversal of temporary differences   |    | Financial charges on musharikah                  |      | 200,705                           | 11,672,348                        |
| 39,905,909       29,204,903         20       Taxation         Current Tax       - Current year         - Current year       1,002,523         Deferred       -         - Relating to origination and reversal of temporary differences       -  |    | Financial charges on redeemable capital          |      | 39,701,579                        |                                   |
| 20       Taxation         Current Tax         - Current year         Deferred         - Relating to origination and reversal of temporary differences   |    | Bank charges                                     |      |                                   |                                   |
| Current Tax       - Current year       1,002,523       896,226         Deferred       - Relating to origination and reversal of temporary differences       -       -   |    |  |      | 39,905,909                        | 29,204,903                        |
| - Current year 1,002,523 896,226 Deferred - Relating to origination and reversal of temporary differences   | 20 | Taxation   |      |                                   |                                   |
| - Relating to origination and reversal of temporary differences   |    |  |      |                                   |                                   |
| - Relating to origination and reversal of temporary differences   |    | -  |      | 1,002,523                         | 896,226                           |
|   |    |  |      | _                                 | -                                 |
| <b>1,002,523</b> 896,226  |    |  |      | -                                 |                                   |
|   |    |  |      | 1,002,523                         | 896,226                           |

#### 21 Earning per certificate

#### 21.1 Basic

Basic earnings per certificate are calculated by dividing the net profit for the year by the weighted average number of certificates outstanding during the year as follows:

|  | 31-Mar-22<br>Un-Audited | 31-Mar-21<br>Un-Audited |
|--|-------------------------|-------------------------|
|  | Rupees                  | Rupees                  |
| Profit for the Period                            | 4,894,670               | 6,097,874               |
| Weighted average number of ordinary certificates | 34,020,000              | 34,020,000              |
| Earning per certificate                          | 0.14                    | 0.18                    |

#### 21.2 Diluted

No figure for diluted earnings per certificate has been presented as the Modaraba has not issued any instruments which would have an impact on earnings per certificate when exercised.

#### 22 **Transactions with related parties**

The related parties and associated undertakings comprise of The Bank of Punjab, Punjab Modaraba Services (Private) Limited and Punjab Capital Securities (Private) Limited. Transactions with related parties and associated undertakings other than remuneration and benefits to key management personnel under the term of employment are as follows:

### 22.1 Balances outstanding at the end of year

#### 31-Dec-21 22.1.1 The Bank of Punjab (Holding company of Modaraba's 31-Mar-22 **Un-Audited** Audited Rupees **Management Company) Rupees** Musharikah finances 131,100,952 Profit payable on musharikah finances 9,463,234 Certificates of musharikah 1,750,000,000 1,600,000,000 Profit payable on certificates of musharikah 24,207,061 12,374,364 22.2 Transactions during the year 31-Mar-22 31-Mar-21 **Un-Audited Un-Audited** 22.2.1 The Bank of Punjab (Holding company of **Rupees** Rupees Modaraba's Management Company) Bank charges 3,625.00 200,705 11,672,348

Profit charged on finances Profit charged on certificates of Musharikah

39,243,018

23,784

17,508,771

### 26 Reconciliation of liabilities arising from financing activities

| Long term musharikah finance         131,100,952         . (131,100,952)         .           Prifit payable         17,203,256         .         (4,103)         17,199,153           Redeemable capital         1,603,000,000         1,750,000,000         1,750,000,000         1,750,000,000         1,753,000,000           1,751,304,208         1,750,000,000         1,750,000,000         1,753,000,000         1,753,000,000         1,753,000,000           1,00,000,000         1,750,000,000,000,000,000,000,000,000,000  |   | Balance as at 01<br>Jan 2022 | Availed /<br>Announced | Repaid /<br>Reedeemed | Balance as at<br>31 Mar 2022 |
|--|---|------------------------------|------------------------|-----------------------|------------------------------|
| Redeemable capital         1,603,000,000         1,750,000,000         (1,600,000,000)         1,753,000,000           Instruction         Instruction <thinstruction< th=""></thinstruction<>   | Long term musharikah finance                              | 131,100,952                  | -                      | (131,100,952)         | -                            |
| 1,751,304,208         1,750,000,000         (1,731,105,055)         1,770,199,153           Note         31 March 2021   | Prifit payable  | 17,203,256                   | -                      | (4,103)               | 17,199,153                   |
| Note31 March 2022<br>(Un-Audited)31 March 2021<br>(Un-Audited)Cash flow from operating activitiesRupeesRupeesProfit / (Loss) for the period5,897,1926,994,100Adjustments for:<br>Depreciation of assets in own use<br>Dividend Income31,194,698<br>(632,981)32,954,048<br>(632,981)(Reverse) / Errorsion for ijarah assets<br>(Reverse) / Errorsion for ijarah assets<br>(Reverse) / Errorsion for ijarah investment<br>Financial charges on musharikah finances<br>Financial charges on redeemable capital31,194,698<br>(18,73,922)<br>(18,73,922)32,954,048<br>  | Redeemable capital  | 1,603,000,000                | 1,750,000,000          | (1,600,000,000)       | 1,753,000,000                |
| Note(Un-Audited)(Un-Audited)Cash flow from operating activitiesRupeesRupeesProfit / (Loss) for the period5,897,1926,994,100Adjustments for:Depreciation of jarah assets31,194,68832,954,048Depreciation of assets in own use31,194,68832,954,048Depreciation of jara investment(632,981)(590,783)Dividend Income(632,981)(590,783)(Reversal) / Provision for jara investment59,400(18,733,322)Financial charges on musharikah finances200,70511,672,348Bay,701,77939,701,77917,0885,76143,410,523Operating profit before working capital changes76,792,95350,404,623Working capital changes76,792,95350,404,623(Increase)/decrease in operating assets:(13,014,000)(22,214,145)Investment(9,644,327)(2,995,705)Purchase of asset-Development Properties(3,133,433)6,038,236Proceeds from transfer of ijarah assets(3,13,443)6,038,236Increase / (decrease) in operating liabilities:(54,783,022)(6,667,632)Advances, deposits, prepayments and other receivables25,404,615(55,212,626)Increase / (decrease) in operating liabilities:1,935,006(52,212,626)Security deposits, net1,935,006(52,212,626)Increase / (decrease) in operating liabilities:26,474,39810,238,316Nota du hore payables26,474,39810,238,316Nota du hore payables26,474,39810   |   | 1,751,304,208                | 1,750,000,000          | (1,731,105,055)       | 1,770,199,153                |
| Cash flow from operating activitiesRupeesRupeesProfit / (Loss) for the period5,897,1926,994,100Adjustments for:<br>Depreciation of jarah assets31,194,69832,954,048Dividend Income372,360600,061Dividend Income(632,981)(590,783)(Reversal) / Provision for Ijara investment59,400(18,733,922)Financial charges on musharikah finances200,70539,701,579Financial charges on redeemable capital76,792,95350,404,623Operating profit before working capital changes76,792,95350,404,623Working capital changes(13,014,000)(22,214,145)(Increase)/decrease in operating assets:<br>Morabaha investment(9,648,327)(2,995,705)Purchase of assets.Development Properties(3,133,483).Proceeds from transfer of Ijarah assetsJijarah Rental Receivable - net321,494Dividend Income25,404,615Advances, deposits, prepayments and other receivables(54,823,023)(6,676,328)Increase / (decrease) in operating liabilities:<br>Security deposits - net1,935,006(5,212,626)Trade and other payables24,539,392(5,420,230)(5,212,626)Advances, in operating liabilities:<br>Security deposits - net1,935,006(5,212,626)Trade and other payables26,474,39810,238,315Net changes in operating liabilities(28,348,625)3,561,987  |   |                              |                        | 31 March 2022         | 31 March 2021                |
| Profit / (Loss) for the period       5,897,192       6,994,100         Adjustments for:       31,194,698       32,954,048         Depreciation of jarah assets       31,194,698       32,954,048         Depreciation of assets in own use       31,194,698       32,954,048         Dividend Income       (632,981)       (590,783)         (Reversal) / Provision for Ijara investment       59,400       (18,733,922)         Financial charges on musharikah finances       59,400       (18,733,922)         Financial charges on redeemable capital       33,701,579       11,672,348         Financial charges on redeemable capital       70,995,761       43,410,523         Operating profit before working capital changes       76,792,953       50,404,623         Working capital changes       (1,672,948)       (2,995,705)         (Increase)/decrease in operating assets:       (1,674,533,222)       (2,295,705)         Purchase of assets-Development Properties       (3,133,483)       6,038,236         Proceeds from transfer of ijarah arrangements       (3,133,483)       6,038,236         Ijarah Rental Receivable - net       321,494       37,692,118         Dividend Income       24,404       590,783       25,404,615       (25,787,615)         (C5,787,615)       (54,823,023) <td< td=""><td></td><td></td><td>Note</td><td>(Un-Audited)</td><td>(Un-Audited)</td></td<>   |   |                              | Note                   | (Un-Audited)          | (Un-Audited)                 |
| Adjustments for:<br>Depreciation of ijarah assets31,194,698<br>32,954,048<br>600,06132,954,048<br>600,061Dividend Income<br>(Reversal) / Provision for Ijara investment(632,981)(590,783)<br>(18,733,922)Financial charges on musharikah finances59,400<br>(18,733,922)(18,733,922)<br>(18,733,922)Financial charges on redeemable capital70,895,76143,410,523Operating profit before working capital changes(Increase)/decrease in operating assets:<br>Morabaha investment(9,648,327)<br>(13,014,000)(2,295,705)<br>(2,295,705)Purchase of assets under ijarah arrangements<br>I parchase of assets under ijarah assets<br>I jarah Rental Receivable - net<br>Dividend Income(3,113,483)<br>(6,038,236)(3,038,236)<br>(2,2,74,145)Purchase of dassets, prepayments and other receivables25,404,615<br>(54,753,322)(2,787,615)<br>(54,723,023)(6,76,328)Increase / (decrease) in operating liabilities:<br>Security deposits - net<br>Trade and other payables1,935,006<br>(2,2,74,398)(2,5,787,615)<br>(15,212,626)<br>(15,425,041)Net changes in operating assets and operating liabilities:<br>(28,348,625)(28,348,625)<br>(3,561,987)(28,348,625)<br>(3,561,987)  | Cash flow from operating activities                       |                              |                        | Rupees                | Rupees                       |
| Depreciation of ijarah assets         31,194,698         32,954,048           Depreciation of assets in own use         372,360         600,061           Dividend Income         (632,981)         (590,783)           (Reversal) / Provision for Ijara investment         59,400         (18,733,922)           Financial charges on musharikah finances         39,701,579         11,672,348           Financial charges on redeemable capital         39,701,579         17,508,771           70,895,761         43,410,523           Operating profit before working capital changes         76,792,953         50,404,623           Working capital changes         (13,014,000)         (22,957,705)           Investment in musharikah-net         (9,648,327)         (2,995,705)           Purchase of assets under ijarah arrangements         (3,133,483)         -           Investment in musharikah-net         (3,133,483)         -           Proceeds from transfer of ijarah assets         -         31,692,118           Dividend Income         -         59,404,615         (25,787,615)           Ijarah Rental Receivable - net         -         59,404,615         (25,787,615)           Dividend Income         -         54,404,615         (25,787,615)           Increase / (decrease) in operating liabilities: <td>Profit / (Loss) for the period</td> <td></td> <td></td> <td>5,897,192</td> <td>6,994,100</td>  | Profit / (Loss) for the period                            |                              |                        | 5,897,192             | 6,994,100                    |
| Depreciation of assets in own use         372,360         600,061           Dividend Income         (632,981)         (590,783)           (Reversal) / Provision for ijara investment         39,400         (18,73,392)           Financial charges on musharikah finances         200,705         39,701,579         11,672,348           Financial charges on redeemable capital         39,701,579         17,508,771         70,895,761         43,410,523           Operating profit before working capital changes         76,792,953         50,404,623         17,508,771           Working capital changes         (Increase)/decrease in operating assets:         (1,074,800)         (22,214,145)           Investment in musharikah-net         (9,648,327)         (2,995,705)         (22,214,145)           Investment in musharikah-net         (313,443)         6,038,236         32,1494         37,692,118           Purchase of assets -Development Properties         322,1494         37,692,118         50,0783         6,038,236           Ijarah Rental Receivable - net         50,781         (25,787,615)         (25,787,615)         (25,787,615)         (25,787,615)         (25,787,615)         (25,787,615)         (25,787,615)         (25,787,615)         (25,787,615)         (31,31,483)         6,038,236         (32,74,44)         37,692,118         (25,787,6   |   |                              |                        |                       |                              |
| Dividend Income         (632,981)         (590,783)           (Reversal) / Provision for Ijara investment         59,400         (18,733,922)           Financial charges on musharikah finances         39,701,573         200,705         11,672,348           Signed and a set of the set of |   |                              |                        |                       |                              |
| (Reversal) / Provision for Ijara investment       59,400       (18,733,922)         Financial charges on musharikah finances       200,705       11,672,348         Financial charges on redeemable capital       39,701,579       17,508,771         70,895,761       43,410,523         Operating profit before working capital changes       76,792,953       50,404,623         (Increase)/decrease in operating assets:       (18,733,922)       43,410,523         Morabaha investment       (9,648,327)       (2,995,705)         Purchase of assets under ijarah arrangements       (13,014,000)       (22,214,145)         Investment in musharikah-net       (3,133,483)       -         Purchase of assets-Development Properties       321,494       37,692,118         Purchase of assets-Development Properties       6,038,236       -         Proceeds from transfer of ijarah assets       6,038,236       -         Iprain Rental Receivable - net       321,494       37,692,118         Dividend Income       -       -       590,783         Advances, deposits, prepayments and other receivables       (5,787,615)       (5,212,626)         Increase / (decrease) in operating liabilities:       25,404,615       (5,212,626)         Security deposits - net       1,935,006       (5,212,626)      <  |   |                              |                        |                       | ,                            |
| Financial charges on musharikah finances         200,705         11,672,348           Financial charges on redeemable capital         39,701,579         17,508,771           70,895,761         43,410,523           Operating profit before working capital changes         76,792,953         50,404,623           Working capital changes         (13,014,000)         (22,214,145)           (Increase)/decrease in operating assets:         (13,014,000)         (22,214,145)           Morabaha investment         (3,133,483)         -           Purchase of assets-Development Properties         (3,133,483)         -           Purchase of assets.one of ijarah assets         -         6,038,236           Ijarah Rental Receivable - net         321,494         37,692,113           Dividend Income         -         -           Advances, deposits, prepayments and other receivables         (54,823,023)         (6,676,328)           Increase / (decrease) in operating liabilities:         -         -         -           Security deposits - net         1,935,006         (5,212,626)         -           Trade and other payables         15,450,941         -         -           Net changes in operating liabilities:         (28,348,625)         3,561,987   |   |                              |                        |                       | · · · ·                      |
| Financial charges on redeemable capital       39,701,579       17,508,771         70,895,761       43,410,523         Operating profit before working capital changes       76,792,953       50,404,623         Working capital changes       (Increase)/decrease in operating assets:       (9,648,327)       (2,995,705)         Morabaha investment       (9,648,327)       (2,995,705)       (22,214,145)         Investment in musharikah-net       (13,014,000)       (22,214,145)       (22,214,145)         Purchase of assets-Development Properties       (3,133,483)       -       -         Purchase of assets of tijarah assets       -       -       6,038,236         Ijarah Rental Receivable - net       321,494       37,692,118       -         Dividend Income       -       -       -       -         Advances, deposits, prepayments and other receivables       (54,823,023)       (6,676,328)       (25,787,615)         Increase / (decrease) in operating liabilities:       -       -       -       -       -         Security deposits - net       1,935,006       (5,212,626)       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       -       - <td< td=""><td></td><td></td><td></td><td></td><td></td></td<>  |   |                              |                        |                       |                              |
| 70,895,761         43,410,523           70,895,761         43,410,523           70,895,761         43,410,523           Working capital changes         76,792,953         50,404,623           Working capital changes         (Increase)/decrease in operating assets:         (9,648,327)         (2,995,705)           Purchase of assets under ijarah arrangements         (13,014,000)         (22,214,145)         (22,214,145)           Investment in musharikah-net         (3,133,48)         (3,133,48)         (3,133,48)         (3,038,236)           Purchase of assets-Development Properties         (3,133,48)         (3,038,236)         (3,038,236)         (22,714,145)           Purchase of assets, prepayments and other receivables         321,494         37,692,118         (59,783)           Dividend Income         (25,7404,615)         (25,787,615)         (25,787,615)         (25,787,615)           Increase / (decrease) in operating liabilities:         Security deposits - net         1,935,006         (25,212,626)         (25,212,626)           Trade and other payables         (28,348,625)         3,561,987         (28,348,625)         (3,519,87)           Net changes in operating assets and operating liabilities         (28,348,625)         3,561,987   |   |                              |                        |                       |                              |
| Working capital changes<br>(Increase)/decrease in operating assets:<br>Morabaha investment(9,648,327)<br>(13,014,000)<br>(22,214,145)Purchase of assets under ijarah arrangements<br>Investment in musharikah-net<br>Purchase of assets-Development Properties<br>Ijarah Rental Receivable - net<br>Dividend Income<br>Advances, deposits, prepayments and other receivables(9,648,327)<br>(13,014,000)<br>(54,753,322)<br>(3,133,483)<br>-<br>6,038,236<br>321,494<br>37,692,118<br>590,783<br>(25,787,615)Increase / (decrease) in operating liabilities:<br>Security deposits - net<br>Trade and other payables(9,648,327)<br>(13,014,000)<br>(54,753,322)<br>(2,995,705)Net changes in operating assets and operating liabilities(28,348,625)(5,212,626)<br>(5,212,626)Net changes in operating assets and operating liabilities(28,348,625)3,561,987  |   |                              |                        |                       |                              |
| (Increase)/decrease in operating assets:Morabaha investmentPurchase of assets under ijarah arrangementsInvestment in musharikah-netPurchase of assets-Development PropertiesPurchase of assets-Development PropertiesPurchase of assets-Development PropertiesIjarah Rental Receivable - netDividend IncomeAdvances, deposits, prepayments and other receivablesIncrease / (decrease) in operating liabilities:Security deposits - netTrade and other payablesVet changes in operating assets and operating liabilitiesNet changes in operating assets and operating liabilities(28,348,625)3,561,987  | Operating profit before working capital changes           |                              |                        | 76,792,953            | 50,404,623                   |
| Morabaha investment(9,648,327)(2,995,705)Purchase of assets under ijarah arrangements(13,014,000)(22,214,145)Investment in musharikah-net(3,133,483)-Purchase of assets-Development Properties(3,133,483)-Proceeds from transfer of ijarah assets(3,133,483)-Ijarah Rental Receivable - net321,49437,692,118Dividend Income-590,783Advances, deposits, prepayments and other receivables(54,823,023)(6,676,328)Increase / (decrease) in operating liabilities:590,783(5,212,626)Security deposits - net1,935,006(5,212,626)Trade and other payables26,474,39810,238,315Net changes in operating assets and operating liabilities(28,348,625)3,561,987  | Working capital changes                                   |                              |                        |                       |                              |
| Purchase of assets under ijarah arrangements(13,014,000)(22,214,145)Investment in musharikah-net(3,133,483)(22,214,145)Purchase of assets-Development Properties(3,133,483)6,038,236Proceeds from transfer of ijarah assets(3,133,483)6,038,236Ijarah Rental Receivable - net321,49437,692,118Dividend Income25,404,615(25,787,615)Advances, deposits, prepayments and other receivables(54,823,023)(6,676,328)Increase / (decrease) in operating liabilities:590,783(5,212,626)Security deposits - net1,935,006(5,212,626)Trade and other payables(26,474,398)10,238,315Net changes in operating assets and operating liabilities(28,348,625)3,561,987  | (Increase)/decrease in operating assets:                  |                              |                        |                       |                              |
| Investment in musharikah-net(54,753,322)Purchase of assets-Development Properties(3,133,483)Proceeds from transfer of ijarah assets6,038,236Ijarah Rental Receivable - net321,494Dividend Income321,494Advances, deposits, prepayments and other receivables25,404,615(54,753,222)(25,787,615)(54,823,023)(6,676,328)Increase / (decrease) in operating liabilities:1,935,006Security deposits - net1,935,006Trade and other payables24,539,392Increase in operating assets and operating liabilities26,474,398Net changes in operating assets and operating liabilities3,561,987  |   |                              |                        |                       |                              |
| Purchase of assets-Development Properties(3,133,483)Proceeds from transfer of ijarah assets6,038,236Ijarah Rental Receivable - net321,494Dividend Income321,494Advances, deposits, prepayments and other receivables25,404,615Increase / (decrease) in operating liabilities:(54,823,023)Security deposits - net1,935,006Trade and other payables24,539,392Net changes in operating assets and operating liabilities(28,348,625)Security deposits - net26,474,39810,238,3153,561,987   |   |                              |                        |                       | (22,214,145)                 |
| Proceeds from transfer of ijarah assets6,038,236Ijarah Rental Receivable - net321,494Dividend Income-Advances, deposits, prepayments and other receivables25,404,615(25,787,615)(54,823,023)Increase / (decrease) in operating liabilities:(6,676,328)Security deposits - net1,935,006Trade and other payables24,539,392Increase in operating assets and operating liabilities26,474,398Net changes in operating assets and operating liabilities(28,348,625)3,561,987   |   |                              |                        |                       | -                            |
| Ijarah Rental Receivable - net       321,494       37,692,118         Dividend Income       590,783         Advances, deposits, prepayments and other receivables       25,404,615       (25,787,615)         Increase / (decrease) in operating liabilities:       (6,676,328)         Security deposits - net       1,935,006       (5,212,626)         Trade and other payables       24,539,392       15,450,941         26,474,398       10,238,315         Net changes in operating assets and operating liabilities       3,561,987   |   |                              |                        | (3,133,483)           | -                            |
| Dividend Income         -         590,783           Advances, deposits, prepayments and other receivables         (25,787,615)         (25,787,615)           Increase / (decrease) in operating liabilities:         (54,823,023)         (6,676,328)           Security deposits - net         1,935,006         (5,212,626)           Trade and other payables         26,474,398         10,238,315           Net changes in operating assets and operating liabilities         (28,348,625)         3,561,987   | ,   |                              |                        | 224 404               |                              |
| Advances, deposits, prepayments and other receivables       25,404,615       (25,787,615)         Increase / (decrease) in operating liabilities:       (54,823,023)       (6,676,328)         Security deposits - net       1,935,006       (5,212,626)         Trade and other payables       24,539,392       15,450,941         26,474,398       10,238,315         Net changes in operating assets and operating liabilities       (28,348,625)       3,561,987   |   |                              |                        | 321,494               |                              |
| Increase / (decrease) in operating liabilities:         (54,823,023)         (6,676,328)           Security deposits - net         1,935,006         (5,212,626)           Trade and other payables         24,539,392         15,450,941           26,474,398         10,238,315           Net changes in operating assets and operating liabilities         (28,348,625)         3,561,987   |   |                              |                        | 25 404 615            |                              |
| Security deposits - net         1,935,006         (5,212,626)           Trade and other payables         24,539,392         15,450,941           26,474,398         10,238,315           Net changes in operating assets and operating liabilities         (28,348,625)         3,561,987  | Auvances, deposits, prepayments and other receivables     |                              |                        |                       |                              |
| Trade and other payables         24,539,392         15,450,941           26,474,398         10,238,315         26,474,398         10,238,315           Net changes in operating assets and operating liabilities         (28,348,625)         3,561,987  | Increase / (decrease) in operating liabilities:           |                              |                        |                       |                              |
| 26,474,398         10,238,315           Net changes in operating assets and operating liabilities         (28,348,625)         3,561,987   | , ,   |                              |                        |                       |                              |
| Net changes in operating assets and operating liabilities(28,348,625)3,561,987   | Trade and other payables                                  |                              |                        | 24,539,392            |                              |
|  |   |                              |                        | 26,474,398            | 10,238,315                   |
| Cash generated from operations         48,444,328         53,966,610   | Net changes in operating assets and operating liabilities |                              |                        | (28,348,625)          | 3,561,987                    |
|  | Cash generated from operations                            |                              |                        | 48,444,328            | 53,966,610                   |

### 28 Date of authorization for issue

The consolidated financial statements of Modaraba were approved by the Directors of Modaraba Management Company and authorized for issue on April 27, 2022.

### 29 General

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Figures have been rounded off to the nearest rupees unless otherwise provided.

For Punjab Modaraba Services (Private) Limited (Modaraba Management Company)

Director

Chief Financial Officer

**Chief Executive** 





Managed By: Punjab Modaraba Services (Pvt) Ltd.

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